

DRAFT 1  
**SUBSTITUTE FOR**  
**HOUSE BILL NO. 4102**

A bill to make, supplement, adjust, and consolidate appropriations for various state departments and agencies, the judicial branch, and the legislative branch for the fiscal year ending September 30, 2016 and other fiscal years; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

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ARTICLE I

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of agriculture and rural development for the fiscal year ending



1 September 30, 2016, from the following funds:

2 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

3 APPROPRIATION SUMMARY

4	Full-time equated unclassified positions .....	6.0	
5	Full-time equated classified positions .....	454.0	
6	GROSS APPROPRIATION .....		\$ 82,259,800
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers.....		317,300
10	ADJUSTED GROSS APPROPRIATION .....		\$ 81,942,500
11	Federal revenues:		
12	Total federal revenues .....		10,427,900
13	Special revenue funds:		
14	Total private revenues .....		128,100
15	Total other state restricted revenues .....		28,312,900
16	State general fund/general purpose .....		\$ 43,073,600
17	<b>Sec. 102. DEPARTMENTWIDE</b>		
18	Full-time equated unclassified positions .....	6.0	
19	Full-time equated classified positions .....	28.0	
20	Commissions and boards .....		\$ 23,800
21	Unclassified positions--6.0 FTE positions .....		532,600
22	Executive direction--9.0 FTE positions .....		1,376,100
23	Operational services--15.0 FTE positions .....		1,736,700
24	Statistical reporting service--1.0 FTE position .....		150,400
25	Emergency management--3.0 FTE positions .....		600,300
26	Accounting service center .....		1,115,900
27	Building occupancy charges .....		<u>625,300</u>



1	GROSS APPROPRIATION .....	\$	6,161,100
2	Appropriated from:		
3	Federal revenues:		
4	HHS-FDA .....		324,100
5	Special revenue funds:		
6	Private - commodity group revenue .....		77,400
7	Agricultural preservation fund .....		15,100
8	Agriculture licensing and inspection fees .....		367,200
9	Dairy and food safety fund .....		384,400
10	Freshwater protection fund .....		22,300
11	Grain dealers fee fund .....		7,300
12	Industry support funds .....		52,800
13	Migratory housing fund .....		26,200
14	Nonretail liquor fees .....		27,900
15	Refined petroleum fund .....		220,300
16	State general fund/general purpose .....	\$	4,636,100
17	<b>Sec. 103. INFORMATION AND TECHNOLOGY</b>		
18	Information technology services and projects .....	\$	<u>1,372,500</u>
19	GROSS APPROPRIATION .....	\$	1,372,500
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from LARA (LCC), liquor quality testing fees .....		3,200
23	Special revenue funds:		
24	Agricultural preservation fund .....		200
25	Agriculture licensing and inspection fees .....		32,400
26	Freshwater protection fund .....		100
27	Gasoline inspection and testing fund .....		31,400



1	Nonretail liquor fees .....	500
2	State general fund/general purpose .....	\$ 1,304,700
3	<b>Sec. 104. FOOD AND DAIRY</b>	
4	Full-time equated classified positions .....	121.0
5	Food safety and quality assurance--91.0 FTE positions	\$ 12,023,500
6	Milk safety and quality assurance--30.0 FTE positions	<u>4,170,600</u>
7	GROSS APPROPRIATION .....	\$ 16,194,100
8	Appropriated from:	
9	Federal revenues:	
10	HHS-FDA .....	1,172,000
11	USDA, multiple grants .....	133,800
12	Special revenue funds:	
13	Consumer and industry food safety education fund .....	348,800
14	Dairy and food safety fund .....	2,972,000
15	State general fund/general purpose .....	\$ 11,567,500
16	<b>Sec. 105. ANIMAL INDUSTRY</b>	
17	Full-time equated classified positions .....	60.0
18	Animal disease prevention and response--60.0 FTE	
19	positions .....	\$ 8,881,000
20	Indemnification - livestock depredation .....	<u>50,000</u>
21	GROSS APPROPRIATION .....	\$ 8,931,000
22	Appropriated from:	
23	Federal revenues:	
24	HHS-FDA .....	65,600
25	USDA, multiple grants .....	518,600
26	Special revenue funds:	
27	Private commodity group revenue .....	29,900



1	Agriculture licensing and inspection fees .....	48,900
2	Animal welfare fund .....	217,100
3	State general fund/general purpose .....	\$ 8,050,900
4	<b>Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT</b>	
5	Full-time equated classified positions .....	85.0
6	Pesticide and plant pest management--80.0 FTE	
7	positions.....	\$ 12,051,200
8	Producer security/grain dealers--5.0 FTE positions ...	<u>643,800</u>
9	GROSS APPROPRIATION .....	\$ 12,695,000
10	Appropriated from:	
11	Federal revenues:	
12	Department of Interior .....	222,000
13	EPA, multiple grants .....	319,700
14	HHS-FDA .....	524,300
15	USDA, multiple grants .....	829,800
16	Special revenue funds:	
17	Private - slow-the-spread foundation .....	20,800
18	Agriculture licensing and inspection fees .....	3,644,700
19	Commodity inspection fees .....	508,600
20	Freshwater protection fund .....	151,400
21	Grain dealers fee fund .....	597,900
22	Horticulture fund .....	38,200
23	Industry support funds .....	242,300
24	State general fund/general purpose .....	\$ 5,595,300
25	<b>Sec. 107. ENVIRONMENTAL STEWARDSHIP</b>	
26	Full-time equated classified positions .....	55.0
27	Environmental stewardship - MAEAP--23.0 FTE positions	\$ 8,128,500



1	Farmland and open space preservation--7.0 FTE		
2	positions.....		905,200
3	Qualified forest program--9.0 FTE positions .....		2,532,500
4	Commercial forestry audit program .....		300,000
5	Migrant labor housing--9.0 FTE positions .....		1,186,600
6	Right-to-farm--3.0 FTE positions .....		567,900
7	Intercounty drain--4.0 FTE positions .....		<u>474,100</u>
8	GROSS APPROPRIATION .....	\$	14,094,800
9	Appropriated from:		
10	Interdepartmental grant revenues:		
11	IDG from MDEQ, biosolids .....		101,200
12	Federal revenues:		
13	Department of Interior .....		120,600
14	EPA, multiple grants .....		604,700
15	USDA, multiple grants .....		916,700
16	Special revenue funds:		
17	Agricultural preservation fund .....		583,600
18	Freshwater protection fund .....		5,142,800
19	Migratory labor housing fund .....		138,200
20	Private forestland enhancement fund .....		284,900
21	State general fund/general purpose .....	\$	6,202,100
22	<b>Sec. 108. LABORATORY PROGRAM</b>		
23	Full-time equated classified positions.....	90.0	
24	Laboratory services--37.0 FTE positions .....	\$	5,322,000
25	USDA monitoring--13.0 FTE positions .....		1,596,700
26	Consumer protection program--40.0 FTE positions .....		<u>6,072,200</u>
27	GROSS APPROPRIATION .....	\$	12,990,900



1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from LARA (LCC), liquor quality testing fees .....	212,900
4	Federal revenues:	
5	EPA, multiple grants .....	168,500
6	HHS-FDA .....	611,700
7	USDA, multiple grants .....	1,597,600
8	Special revenue funds:	
9	Agriculture equine industry development fund .....	610,300
10	Agriculture licensing and inspection fees .....	3,200
11	Gasoline inspection and testing fund .....	2,587,500
12	Refined petroleum fund .....	3,654,300
13	Renewable fuels fund .....	51,800
14	Testing fees .....	287,600
15	Weights and measures regulation fees .....	1,000,400
16	State general fund/general purpose .....	\$ 2,205,100
17	<b>Sec. 109. AGRICULTURE DEVELOPMENT</b>	
18	Full-time equated classified positions .....	14.0
19	Agriculture development--11.0 FTE positions .....	\$ 4,276,700
20	Strategic growth initiative .....	1,100,000
21	Grape and wine program--3.0 FTE positions .....	<u>856,500</u>
22	GROSS APPROPRIATION .....	\$ 6,233,200
23	Appropriated from:	
24	Federal revenues:	
25	USDA, multiple grants .....	2,298,200
26	Special revenue funds:	
27	Industry support funds .....	131,600



1	Nonretail liquor fees .....	811,500
2	State general fund/general purpose .....	\$ 2,991,900
3	<b>Sec. 110. FAIRS AND EXPOSITIONS</b>	
4	Full-time equated classified positions ..... 1.0	
5	Fairs and racing--1.0 FTE position .....	\$ 256,600
6	County fairs capital improvement grants .....	170,000
7	Purses and supplements - fairs/licensed tracks .....	708,300
8	Licensed tracks - light horse racing .....	40,300
9	Light horse racing - breeders' awards .....	20,000
10	Standardbred breeders' awards .....	285,900
11	Standardbred purses and supplements - licensed tracks	527,800
12	Standardbred sire stakes .....	239,000
13	Thoroughbred supplements - licensed tracks .....	385,900
14	Thoroughbred breeders' awards .....	358,600
15	Thoroughbred sire stakes .....	<u>244,800</u>
16	GROSS APPROPRIATION .....	\$ 3,237,200
17	Appropriated from:	
18	Special revenue funds:	
19	Agriculture equine industry development fund .....	3,067,200
20	State general fund/general purpose .....	\$ 170,000
21	<b>Sec. 111. ONE-TIME BASIS ONLY</b>	
22	Laboratory equipment .....	\$ <u>350,000</u>
23	GROSS APPROPRIATION .....	\$ 350,000
24	Appropriated from:	
25	State general fund/general purpose .....	\$ 350,000



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PART 2  
PROVISIONS CONCERNING APPROPRIATIONS  
FOR FISCAL YEAR 2015-2016

**GENERAL SECTIONS**

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2015-2016 is \$71,386,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$4,750,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

Environmental stewardship - MAEAP .....	\$	3,250,000
Qualified forest program .....		<u>1,500,000</u>
TOTAL .....	\$	4,750,000

Sec. 202. The appropriations authorized under part 1 and this part are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 203. As used in part 1 and this part:

- (a) "Department" means the department of agriculture and rural development.
- (b) "Director" means the director of the department.
- (c) "EPA" means the United States Environmental Protection Agency.
- (d) "Fiscal agencies" means the Michigan house fiscal agency and the Michigan senate fiscal agency.
- (e) "FTE" means full-time equated.



1 (f) "HHS-FDA" means the United States Department of Health and  
2 Human Services - Food and Drug Administration.

3 (g) "IDG" means interdepartmental grant.

4 (h) "LARA" means the Michigan department of licensing and  
5 regulatory affairs.

6 (i) "LCC" means the Michigan liquor control commission.

7 (j) "MDEQ" means the Michigan department of environmental  
8 quality.

9 (k) "MDNR" means the Michigan department of natural resources.

10 (l) "MOU" means memorandum of understanding.

11 (m) "Subcommittees" means all members of the subcommittees of  
12 the house and senate appropriations committees with jurisdiction  
13 over the budget for the department.

14 (n) "TB" means tuberculosis.

15 (o) "USDA" means the United States Department of Agriculture.

16 Sec. 205. (1) For each new program or program expansion for  
17 which funds in excess of \$500,000.00 are appropriated in part 1,  
18 the department shall identify specific benchmarks intended to  
19 measure the performance or return on taxpayer investment of the  
20 program and its associated expenditures. Not later than November 1,  
21 2015, the department shall report the proposed benchmarks to the  
22 house and senate appropriations subcommittees for that department,  
23 the house and senate fiscal agencies, and the state budget  
24 director. The department shall provide an update on its progress in  
25 achieving those benchmarks at an appropriations subcommittee  
26 meeting called for the purpose of discussing benchmarks and their  
27 status.



1 (2) It is the intent of the legislature that, beginning with  
2 the budget for the fiscal year ending September 30, 2016, any  
3 proposal for a new program or an expansion of an existing program  
4 in excess of \$500,000.00 initiated by the executive branch or the  
5 legislature shall include, as part of the original proposal or  
6 budget request, a list of benchmarks intended to measure the  
7 performance or return on taxpayer investment of the program or  
8 spending increase.

9 Sec. 206. (1) In addition to the funds appropriated in part 1,  
10 there is appropriated an amount not to exceed \$5,000,000.00 for  
11 federal contingency funds. These funds are not available for  
12 expenditure until they have been transferred to another line item  
13 in part 1 under section 393(2) of the management and budget act,  
14 1984 PA 431, MCL 18.1393.

15 (2) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$6,000,000.00 for state  
17 restricted contingency funds. These funds are not available for  
18 expenditure until they have been transferred to another line item  
19 in part 1 under section 393(2) of the management and budget act,  
20 1984 PA 431, MCL 18.1393.

21 (3) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$100,000.00 for local  
23 contingency funds. These funds are not available for expenditure  
24 until they have been transferred to another line item in part 1  
25 under section 393(2) of the management and budget act, 1984 PA 431,  
26 MCL 18.1393.

27 (4) In addition to the funds appropriated in part 1, there is



1 appropriated an amount not to exceed \$100,000.00 for private  
2 contingency funds. These funds are not available for expenditure  
3 until they have been transferred to another line item in part 1  
4 under section 393(2) of the management and budget act, 1984 PA 431,  
5 MCL 18.1393.

6 Sec. 207. The department shall cooperate with the department  
7 of technology, management, and budget to maintain a searchable  
8 website accessible by the public at no cost that includes, but is  
9 not limited to, all of the following:

- 10 (a) Fiscal year-to-date expenditures by category.  
11 (b) Fiscal year-to-date expenditures by appropriation unit.  
12 (c) Fiscal year-to-date payments to a selected vendor,  
13 including the vendor name, payment date, payment amount, and  
14 payment description.  
15 (d) The number of active department employees by job  
16 classification.  
17 (e) Job specifications and wage rates.

18 Sec. 208. The departments and agencies receiving  
19 appropriations in part 1 shall use the Internet to fulfill the  
20 reporting requirements of this part. This requirement may include  
21 transmission of reports via electronic mail to the recipients  
22 identified for each reporting requirement, or it may include  
23 placement of reports on an Internet or intranet site.

24 Sec. 209. Funds appropriated in part 1 shall not be used for  
25 the purchase of foreign goods or services, or both, if  
26 competitively priced and of comparable quality American goods or  
27 services, or both, are available. Preference shall be given to



1 goods or services, or both, manufactured or provided by Michigan  
2 businesses, if they are competitively priced and of comparable  
3 quality. In addition, preference shall be given to goods or  
4 services, or both, that are manufactured or provided by Michigan  
5 businesses owned and operated by veterans, if they are  
6 competitively priced and of comparable quality.

7       Sec. 210. The director shall take all reasonable steps to  
8 ensure businesses in deprived and depressed communities compete for  
9 and perform contracts to provide services or supplies, or both.  
10 Each director shall strongly encourage firms with which the  
11 department contracts to subcontract with certified businesses in  
12 depressed and deprived communities for services, supplies, or both.

13       Sec. 212. The department and agencies receiving appropriations  
14 in part 1 shall receive and retain copies of all reports funded  
15 from appropriations in part 1. Federal and state guidelines for  
16 short-term and long-term retention of records shall be followed.  
17 The department may electronically retain copies of reports unless  
18 otherwise required by federal and state guidelines.

19       Sec. 215. The department shall not take disciplinary action  
20 against an employee for communicating with a member of the  
21 legislature or his or her staff.

22       Sec. 218. The departments and agencies receiving  
23 appropriations in part 1 shall prepare a report on out-of-state  
24 travel expenses not later than January 1 of each year. The travel  
25 report shall be a listing of all travel by classified and  
26 unclassified employees outside this state in the immediately  
27 preceding fiscal year that was funded in whole or in part with



1 funds appropriated in the department's budget. The report shall be  
2 submitted to the house and senate appropriations committees, the  
3 house and senate fiscal agencies, and the state budget director.

4 The report shall include the following information:

5 (a) The dates of each travel occurrence.

6 (b) The transportation and related costs of each travel  
7 occurrence, including the proportion funded with state general  
8 fund/general purpose revenues, the proportion funded with state  
9 restricted revenues, the proportion funded with federal revenues,  
10 and the proportion funded with other revenues.

11 Sec. 228. Not later than November 30, the state budget office  
12 shall prepare and transmit a report that provides for estimates of  
13 the total general fund/general purpose appropriation lapses at the  
14 close of the prior fiscal year. This report shall summarize the  
15 projected year-end general fund/general purpose appropriation  
16 lapses by major departmental program or program areas. The report  
17 shall be transmitted to the chairpersons of the senate and house of  
18 representatives standing committees on appropriations and the  
19 senate and house fiscal agencies.

20 Sec. 229. Within 14 days after the release of the executive  
21 budget recommendation, the department shall cooperate with the  
22 state budget office to provide the senate and house appropriations  
23 chairs, the senate and house appropriations subcommittees on  
24 agriculture and rural development, respectively, and the senate and  
25 house fiscal agencies with an annual report on estimated state  
26 restricted fund balances, state restricted fund projected revenues,  
27 and state restricted fund expenditures for the fiscal years ending



1 September 30, 2015 and September 30, 2016.

2       Sec. 230. Funds appropriated in part 1 shall not be used by a  
3 principal executive department, state agency, or authority to hire  
4 a person to provide legal services that are the responsibility of  
5 the attorney general. This prohibition does not apply to legal  
6 services for bonding activities and for those outside services that  
7 the attorney general authorizes.

8       Sec. 231. The department shall maintain, on a publicly  
9 accessible website, a department scorecard that identifies, tracks,  
10 and regularly updates key metrics that are used to monitor and  
11 improve the agency's performance.

12       Sec. 232. Total authorized appropriations from all sources  
13 under part 1 for legacy costs for the fiscal year ending September  
14 30, 2016 is \$12,751,500.00. From this amount, total agency  
15 appropriations for pension-related legacy costs are estimated at  
16 \$7,237,700.00. Total agency appropriations for retiree health care  
17 legacy costs are estimated at \$5,513,800.00.

## 18 **DEPARTMENTWIDE**

19       Sec. 301. (1) Pursuant to the appropriations in part 1, the  
20 department may receive and expend revenue and use that revenue to  
21 cover necessary expenses related to publications, audit and  
22 licensing functions, livestock sales, certification of nursery  
23 stock, and laboratory analyses as specified in the following:

- 24       (a) Management services publications.  
25       (b) Management services audit and licensing functions.  
26       (c) Pesticide and plant pest management propagation and



1 certification of virus-free foundation stock.

2 (d) Pesticide and plant pest management grading services.

3 (e) Laboratory support testing for testing horses in draft  
4 horse pulling contests at county fairs when local jurisdictions  
5 request state assistance.

6 (f) Laboratory support analyses to determine foreign  
7 substances in horses engaged in racing or pulling contests at  
8 tracks.

9 (g) Laboratory support analyses of food, livestock, and  
10 agricultural products for disease, foreign products for disease,  
11 toxic materials, foreign substances, and quality standards.

12 (h) Laboratory support test samples for other agencies and  
13 organizations.

14 (i) Fruit and vegetable inspection at shipping and termination  
15 points and processing plants.

16 (2) The department shall notify the subcommittees and the  
17 fiscal agencies 30 days prior to proposing changes in fees  
18 authorized under this section or under section 5 of 1915 PA 91, MCL  
19 285.35.

20 (3) Annually, before February 1, the department shall provide  
21 a report to the subcommittees and the fiscal agencies detailing all  
22 the fees charged by the department under the authorization provided  
23 in this section, including, but not limited to, rates, number of  
24 individuals paying each fee, and the revenue generated by each fee  
25 in the previous fiscal year.

26 Sec. 302. Of the funds appropriated in part 1 that are other  
27 than line-item grants, the department shall not provide grants to



1 local government agencies, institutions of higher education, or  
2 nonprofit organizations unless the department provides notice of  
3 the grant to the subcommittees and fiscal agencies at least 10 days  
4 before the grant is issued. The grants shall be used to support  
5 research or other related activities for the purpose of enhancing  
6 the agricultural industries in this state.

7       Sec. 303. It is the intent of the legislature that the  
8 department use revenue from licensing and inspection fees to  
9 increase the use of technology in licensing and inspection  
10 activities to make licensing and inspection functions, including  
11 reporting, more efficient. The department shall work to ensure that  
12 all license and registration applications can be completed online  
13 through a secure web portal.

14 **FOOD AND DAIRY**

15       Sec. 401. (1) From the increased funds appropriated in part 1  
16 for the food safety and quality assurance line item, the department  
17 shall increase the number of inspections performed at licensed food  
18 establishments in the current fiscal year. The purpose of this  
19 increase is to improve the monthly rate of compliance with the  
20 Michigan food law at licensed establishments.

21       (2) The department shall identify specific outcomes and  
22 performance measures for this initiative, including, but not  
23 limited to, that the number of licensed food establishments that  
24 are in compliance with the Michigan food law will increase as a  
25 result of the department's ability to improve the frequency of  
26 initial food safety evaluations.



1           Sec. 402. The department shall provide information on  
2 significant food-borne outbreaks and emergencies, including any  
3 enforcement actions taken related to food safety during the  
4 immediately preceding fiscal year in the food and dairy annual  
5 report and post that report on the department's website no later  
6 than April 1. The department shall provide electronic notification  
7 of where the report can be found on the department's website to the  
8 appropriation subcommittees, fiscal agencies, and state budget  
9 office.

10    **ANIMAL INDUSTRY**

11           Sec. 451. From the funds appropriated in part 1, the  
12 department shall pay for all whole herd testing costs and  
13 individual animal testing costs in the modified accredited zone to  
14 maintain split-state status requirements. These costs include  
15 indemnity and compensation for injury causing death or downer to  
16 animals.

17           Sec. 453. (1) Of the funds appropriated in part 1, the  
18 department may provide for indemnity as provided for pursuant to  
19 the animal industry act, 1988 PA 466, MCL 287.701 to 287.746, not  
20 to exceed \$100,000.00 per order from any line item for the current  
21 fiscal year. Before the department provides for an indemnification  
22 under this section, the department shall report the reason for the  
23 indemnification, the amount of the indemnification, and to whom the  
24 indemnification is to be paid. The report shall be given to the  
25 subcommittees and the fiscal agencies.

26           (2) The department of agriculture and rural development shall



1 make an indemnification payment for the fair market value of  
2 livestock killed by a wolf, coyote, or cougar, if the kill is  
3 verified by the department of natural resources. The fair market  
4 value of the livestock shall be determined pursuant to the  
5 indemnification procedures prescribed in the animal industry act,  
6 1988 PA 466, MCL 287.701 to 287.746.

7 (3) The funds appropriated in part 1 for indemnification -  
8 livestock depredation are appropriated for indemnification payments  
9 and related department costs under subsection (2). On or before  
10 March 1 of the current fiscal year, the department shall report to  
11 the subcommittees and the fiscal agencies on costs incurred in the  
12 previous 2 fiscal years for indemnification payments to producers  
13 made under subsection (2) and related department costs.

14 Sec. 454. The department shall use its resources to  
15 collaborate with the USDA to monitor bovine TB, consistent with the  
16 May 2014 memorandum of understanding between the department and the  
17 USDA.

18 Sec. 456. Of the funds appropriated in part 1, no funds shall  
19 be used to enforce the mandatory electronic animal identification  
20 program for any domestic animals other than cattle until specific  
21 procedures and guidelines for electronic animal identification are  
22 outlined in statute.

23 Sec. 457. On or before October 15 of the current fiscal year  
24 and on a quarterly basis thereafter, the department shall report to  
25 the senate and house agriculture committees, the subcommittees, and  
26 the fiscal agencies on the department's progress toward meeting the  
27 USDA requirements as outlined in the March 2007 bovine TB program



1 review. The report shall include, but is not limited to,  
2 information and data on: wildlife risk mitigation plan  
3 implementation in the modified accredited zone; implementation of a  
4 movement certificate process; progress toward annual surveillance  
5 test requirements set out in the June 2007 MOU; efforts to work  
6 with slaughter facilities in Michigan, as well as those that  
7 slaughter a significant number of animals from Michigan;  
8 educational programs and information for Michigan's livestock  
9 community; any other item the legislature should be aware of that  
10 will promote or hinder efforts to achieve bovine TB-free status for  
11 Michigan.

12       Sec. 459. It is the intent of the legislature that the  
13 department shall not conduct whole herd bovine TB testing on any 1  
14 herd in a TB-free zone more often than every 4 years or re-test  
15 until all other herds in their county have been tested, unless  
16 involved in an epidemiological investigation, there is an outbreak  
17 within a 10-radius-mile area, or is not on a verified wildlife risk  
18 mitigated premises. If there is an outbreak within a 10 radius mile  
19 area, protocols outlined by the current memorandum of understanding  
20 with the USDA shall be used.

21 **PESTICIDE AND PLANT PEST MANAGEMENT**

22       Sec. 501. From the increased funds appropriated in part 1 for  
23 the pesticide and plant pest management line item, the department  
24 shall improve the department's ability to perform proper  
25 surveillance of the fertilizer and pesticide industries in the  
26 current fiscal year. The purpose of this surveillance is to ensure



1 that statutory requirements related to use and storage are being  
2 met, specifically those intended to protect the environment or the  
3 food supply.

4 **ENVIRONMENTAL STEWARDSHIP**

5 Sec. 601. The funds appropriated in part 1 for environmental  
6 stewardship/MAEAP shall be used to support department agriculture  
7 pollution prevention programs, including groundwater and freshwater  
8 protection programs under part 87 of the Michigan natural resources  
9 and environmental protection act, 1994 PA 451, MCL 324.8701 to  
10 324.8717, and technical assistance in implementing conservation  
11 grants available under the federal farm bill of 2014.

12 Sec. 604. (1) Federal revenues authorized by and available  
13 from the federal government in excess of the appropriation in part  
14 1 under section 107 are appropriated and may be received and  
15 expended by the department for purposes authorized under state law  
16 and subject to federal requirements.

17 (2) The department shall notify the subcommittees and fiscal  
18 agencies prior to expending federal revenues received and  
19 appropriated under subsection (1).

20 Sec. 608. (1) The appropriations in part 1 for qualified  
21 forest affidavit program are for the purpose of increasing the  
22 knowledge of nonindustrial private forestland owners of sound  
23 forest management practices and increasing the amount of commercial  
24 timber production from those lands.

25 (2) The department shall work in partnership with stakeholder  
26 groups and other state and federal agencies to increase the active



1 management of nonindustrial private forestland to foster the growth  
2 of Michigan's timber product industry.

3       Sec. 609. (1) From the appropriation in part 1 for commercial  
4 forestry audit program, the department shall develop an analysis  
5 and audit of forestry best management practices for water quality  
6 and the related forest ecosystem, including native plant and animal  
7 species and wildlife habitat. The analysis and audit shall have a  
8 statewide perspective. The best management practices audit shall be  
9 performed by an audit team composed of qualified professionals,  
10 including, but not limited to, the department, the department of  
11 environmental quality, university faculty, and conservation groups.

12       (2) At the close of the fiscal year, the unexpended portion of  
13 the commercial forestry audit program is considered a work project  
14 appropriation in accordance with section 451a of the management and  
15 budget act, 1984 PA 431, MCL 18.1451a.

16       (3) At the completion of the analysis and audit, the  
17 department shall provide a report to the house and senate  
18 appropriations subcommittees on agriculture and rural development,  
19 and the house and senate fiscal agencies, describing the results of  
20 the analysis and audit.

## 21 **AGRICULTURE DEVELOPMENT**

22       Sec. 702. From the appropriations for agriculture development  
23 in part 1, there is appropriated \$700,000.00 for the purpose of  
24 supporting research associated with the fruit tree industry in this  
25 state. The department shall use funds from this appropriation to  
26 match private funds provided by the fruit tree industry, as well as



1 funds from other state, local, or federal sources. At the close of  
2 the fiscal year, the unexpended portion of this appropriation shall  
3 not lapse and is considered a work project in accordance with  
4 section 451a of the management and budget act, 1984 PA 431, MCL  
5 18.1451a.

6 Sec. 706. On or before April 1, the department shall report to  
7 the house and senate appropriations subcommittees on agriculture  
8 and rural development, and the house and senate fiscal agencies, on  
9 the department's agriculture development and export market  
10 development activities. The report shall include the following  
11 information on agriculture industry, rural development, and  
12 strategic growth grants awarded during the prior fiscal year:

- 13 (a) The name of the grantee.  
14 (b) The amount of the grant.  
15 (c) The purpose of the grant, including measurable outcomes.  
16 (d) Additional state, federal, private, or local funds  
17 contributed to the grant project.  
18 (e) The completion date of grant-funded activities.

19 Sec. 709. (1) Not later than April 1 of the current fiscal  
20 year, the department shall provide a report to the subcommittees  
21 and the fiscal agencies describing the activities of the grape and  
22 wine industry council established under section 303 of the Michigan  
23 liquor control act of 1998, 1998 PA 58, MCL 436.1303.

- 24 (2) The report shall include all of the following:  
25 (a) Council activities and accomplishments for the previous  
26 fiscal year.  
27 (b) Council expenditures for the previous fiscal year by



1 category of administration, industry support, research and  
2 education grants, and promotion and consumer education.

3 (c) Grants awarded during the prior fiscal year and the  
4 results of research grant projects completed during the prior  
5 fiscal year.

6 Sec. 711. (1) The department shall establish and administer  
7 the strategic growth initiative. The program shall use a grant  
8 process to support research, education, and technical assistance  
9 efforts focused on removing barriers and leveraging opportunities  
10 identified by those in the food and agriculture industry as  
11 critical to business development and growth within the state.

12 (2) In addition to the funds appropriated in part 1, the  
13 department of agriculture and rural development may receive and  
14 expend funds received from outside sources for the strategic growth  
15 initiative.

16 (3) The director shall establish a consortium of interested  
17 parties including those involved in the food and agriculture  
18 industry sector to develop the program priorities described in  
19 subsection (1).

20 (4) The department shall award grants from the funds  
21 appropriated in part 1 or received from outside sources under  
22 subsection (2) for strategic growth initiative grants. Grantees  
23 will be required to identify measurable project outcomes.

24 (5) A joint evaluation committee selected by the director  
25 shall evaluate applications and provide recommendations to the  
26 director for final approval of grant awards.

27 (6) The department may expend money from the funds



1 appropriated in part 1 for the strategic growth initiative for  
2 administering the program.

3 **FAIRS AND EXPOSITIONS**

4 Sec. 801. All appropriations from the agriculture equine  
5 industry development fund shall be spent on equine-related  
6 purposes. No funds from the agriculture equine industry development  
7 fund shall be expended for nonequine-related purposes without prior  
8 approval of the legislature.

9 Sec. 802. All appropriations from the agriculture equine  
10 industry development fund, except for the Michigan gaming control  
11 board's regulatory expenses and the department's expenses to  
12 administer horse racing programs and laboratory analysis, shall be  
13 reduced proportionately if revenues to the agriculture equine  
14 industry development fund decline during the preceding fiscal year  
15 to a level lower than the amounts appropriated in part 1.

16 Sec. 803. (1) In the event that there is no live thoroughbred  
17 race meet in 2015 or 2016, all purse money and program money  
18 appropriated for the thoroughbred industry in fiscal year 2014-2015  
19 and fiscal year 2015-2016 shall be held in escrow for a period not  
20 to exceed 18 months, or until a thoroughbred race meet license is  
21 applied for and granted by the Michigan gaming control board.

22 (2) In the event that there is no live standardbred race meet  
23 in 2015 or 2016, all purse money and program money appropriated for  
24 the standardbred industry in fiscal year 2014-2015 and fiscal year  
25 2015-2016 shall be held in escrow for a period not to exceed 18  
26 months, or until a standardbred race meet license is applied for



1 and granted by the Michigan gaming control board.

2       Sec. 804. It is the intent of the legislature that the  
3 Michigan gaming control board shall use actual expenditure data in  
4 determining the actual regulatory costs of conducting racing dates  
5 and shall provide that data to the senate and house of  
6 representatives appropriations subcommittees on agriculture and  
7 rural development and general government and the fiscal agencies by  
8 November 1 of the current fiscal year. The Michigan gaming control  
9 board shall not be reimbursed for more than the actual regulatory  
10 cost of conducting race dates. If a certified horsemen's  
11 organization funds more than the actual regulatory cost, the  
12 balance shall remain in the agriculture equine industry development  
13 fund to be used to fund subsequent race dates conducted by race  
14 meeting licensees with which the certified horsemen's organization  
15 has contracts. If a certified horsemen's organization funds less  
16 than the actual regulatory costs of the additional horse racing  
17 dates, the Michigan gaming control board shall reduce the number of  
18 future race dates conducted by race meeting licensees with which  
19 the certified horsemen's organization has contracts. Prior to the  
20 reduction in the number of authorized race dates due to budget  
21 deficits, the executive director of the Michigan gaming control  
22 board shall provide notice to the certified horsemen's  
23 organizations with an opportunity to respond with alternatives. In  
24 determining actual costs, the Michigan gaming control board shall  
25 take into account that each specific breed may require different  
26 regulatory mechanisms.

27       Sec. 805. (1) The department shall establish and administer a



1 county fairs capital improvement grant program. The program shall  
2 assist in the promotion of building improvements or other capital  
3 improvements at county fairgrounds of the state.

4 (2) The department shall award grants on a competitive basis  
5 to county fair organizations from the funds appropriated in part 1  
6 for county fairs capital improvements grants. Grantees will be  
7 required to provide a dollar-for-dollar cash match with grant  
8 awards and identify measurable project outcomes.

9 (3) The department shall identify criteria, evaluate  
10 applications, and provide recommendations to the director for final  
11 approval of grant awards.

12 (4) The department may expend money from the funds  
13 appropriated in part 1 for the county fairs capital improvement  
14 grants for administering the program.

15 (5) The unexpended portion of the county fairs capital  
16 improvement grant program is considered a work project  
17 appropriation in accordance with the management and budget act,  
18 1984 PA 431, MCL 18.1101 to 18.1594.

19 (6) The department shall provide a year-end report no later  
20 than December 1, 2016 to the subcommittees and the fiscal agencies,  
21 including the grantees, award amount, match funding, and project  
22 outcomes.

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#### ARTICLE IV

#### DEPARTMENT OF COMMUNITY HEALTH

#### PART 1



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LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of community health for the fiscal year ending September 30, 2016, from the following funds:

**DEPARTMENT OF COMMUNITY HEALTH**

APPROPRIATION SUMMARY

Full-time equated unclassified positions .....	6.0	
Full-time equated classified positions .....	3,677.1	
Average population .....	893.0	
GROSS APPROPRIATION .....		\$ 18,932,657,100
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers .....		9,678,100
ADJUSTED GROSS APPROPRIATION .....		\$ 18,922,979,000
Federal revenues:		
Total federal revenues .....		13,439,841,000
Social security act, temporary assistance for needy families .....		17,814,100
Special revenue funds:		
Total local revenues .....		85,961,700
Total private revenues .....		127,698,700
Merit award trust fund .....		105,834,700
Total other state restricted revenues .....		2,024,731,500
State general fund/general purpose .....		\$ 3,121,097,300

**Sec. 102. DEPARTMENTWIDE ADMINISTRATION**

Full-time equated unclassified positions .....	6.0
Full-time equated classified positions .....	190.7



1	Director and other unclassified--6.0 FTE positions ...	\$	385,500
2	Departmental administration and management--180.7 FTE		
3	positions.....		26,399,500
4	Worker's compensation program .....		5,205,700
5	Rent and building occupancy .....		10,602,500
6	Developmental disabilities council and projects--10.0		
7	FTE positions.....		3,038,900
8	Human trafficking intervention services .....		<u>200,000</u>
9	GROSS APPROPRIATION .....	\$	45,832,100
10	Appropriated from:		
11	Federal revenues:		
12	Total federal revenues .....		16,096,300
13	Special revenue funds:		
14	Total private revenues .....		35,200
15	Total other state restricted revenues .....		834,500
16	State general fund/general purpose .....	\$	28,866,100
17	<b>Sec. 103. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION</b>		
18	<b>AND SPECIAL PROJECTS</b>		
19	Full-time equated classified positions.....		106.0
20	Behavioral health program administration--105.0 FTE		
21	positions.....	\$	63,352,600
22	Gambling addiction--1.0 FTE position .....		3,003,700
23	Protection and advocacy services support .....		194,400
24	Community residential and support services .....		592,100
25	Federal and other special projects .....		2,535,600
26	Family support subsidy .....		17,633,600
27	Housing and support services .....		<u>13,238,800</u>



1	GROSS APPROPRIATION .....	\$	100,550,800
2	Appropriated from:		
3	Federal revenues:		
4	Total federal revenues .....		48,812,500
5	Social security act, temporary assistance for needy		
6	families.....		17,814,100
7	Special revenue funds:		
8	Total private revenues .....		1,000,000
9	Total other state restricted revenues .....		3,003,700
10	State general fund/general purpose .....	\$	29,920,500
11	<b>Sec. 104. BEHAVIORAL HEALTH SERVICES</b>		
12	Full-time equated classified positions..... 9.5		
13	Medicaid mental health services .....	\$	2,365,893,200
14	Community mental health non-Medicaid services .....		117,050,400
15	Mental health services for special populations .....		8,842,800
16	Medicaid substance use disorder services .....		46,967,800
17	Civil service charges .....		1,499,300
18	Federal mental health block grant--2.5 FTE positions .		15,444,600
19	State disability assistance program substance use		
20	disorder services.....		2,018,800
21	Community substance use disorder prevention,		
22	education, and treatment.....		74,725,000
23	Children's waiver home care program .....		20,000,000
24	Nursing home PAS/ARR-OBRA--7.0 FTE positions .....		12,258,800
25	Children with serious emotional disturbance waiver ...		12,647,900
26	Health homes .....		3,369,000
27	Healthy Michigan plan - behavioral health .....		310,767,700



1	Autism services .....	<u>36,769,400</u>
2	GROSS APPROPRIATION .....	\$ 3,028,254,700
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	Interdepartmental grant from the department of human	
6	services.....	6,340,500
7	Federal revenues:	
8	Total federal revenues .....	2,027,932,300
9	Special revenue funds:	
10	Total local revenues .....	25,475,800
11	Total other state restricted revenues .....	23,425,900
12	State general fund/general purpose .....	\$ 945,080,200
13	<b>Sec. 105. STATE PSYCHIATRIC HOSPITALS AND FORENSIC</b>	
14	<b>MENTAL HEALTH SERVICES</b>	
15	Total average population.....	893.0
16	Full-time equated classified positions .....	2,130.9
17	Caro Regional Mental Health Center - psychiatric	
18	hospital - adult--461.3 FTE positions .....	\$ 56,358,300
19	Average population.....	185.0
20	Kalamazoo Psychiatric Hospital - adult--466.1 FTE	
21	positions.....	64,510,900
22	Average population.....	189.0
23	Walter P. Reuther Psychiatric Hospital - adult--420.8	
24	FTE positions.....	55,849,100
25	Average population.....	234.0
26	Hawthorn Center - psychiatric hospital - children and	
27	adolescents--226.4 FTE positions .....	28,746,000



1	Average population.....	75.0	
2	Center for forensic psychiatry--556.3 FTE positions ..		72,558,600
3	Average population.....	210.0	
4	Revenue recapture .....		750,000
5	IDEA, federal special education .....		120,000
6	Special maintenance .....		332,500
7	Purchase of medical services for residents of		
8	hospitals and centers .....		445,600
9	Gifts and bequests for patient living and treatment		
10	environment.....		<u>1,000,000</u>
11	GROSS APPROPRIATION .....		\$ 280,671,000
12	Appropriated from:		
13	Federal revenues:		
14	Total federal revenues .....		34,720,700
15	Special revenue funds:		
16	Total local revenues .....		19,490,600
17	Total private revenues .....		1,000,000
18	Total other state restricted revenues .....		18,878,700
19	State general fund/general purpose .....		\$ 206,581,000
20	<b>Sec. 106. PUBLIC HEALTH ADMINISTRATION</b>		
21	Full-time equated classified positions.....	100.4	
22	Public health administration--7.3 FTE positions .....		\$ 1,567,800
23	Health and wellness initiatives--11.7 FTE positions ..		8,946,400
24	Vital records and health statistics--81.4 FTE		
25	positions.....		<u>11,763,400</u>
26	GROSS APPROPRIATION .....		\$ 22,277,600
27	Appropriated from:		



1	Interdepartmental grant revenues:	
2	Interdepartmental grant from the department of human	
3	services.....	1,206,100
4	Federal revenues:	
5	Total federal revenues .....	3,650,800
6	Special revenue funds:	
7	Total other state restricted revenues .....	12,337,600
8	State general fund/general purpose .....	\$ 5,083,100
9	<b>Sec. 107. HEALTH POLICY</b>	
10	Full-time equated classified positions .....	64.8
11	Certificate of need program administration--12.3 FTE	
12	positions.....	\$ 2,781,400
13	Emergency medical services program--23.0 FTE positions	6,415,200
14	Health innovation grants .....	100
15	Health policy administration--24.1 FTE positions .....	53,106,300
16	Michigan essential health provider .....	3,591,300
17	Minority health grants and contracts .....	612,700
18	Nurse education and research program--3.0 FTE	
19	positions.....	1,041,500
20	Primary care services--1.4 FTE positions .....	4,067,500
21	Rural health services--1.0 FTE position .....	<u>1,555,500</u>
22	GROSS APPROPRIATION .....	\$ 73,171,500
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	Interdepartmental grant from the department of	
26	licensing and regulatory affairs.....	1,041,500
27	Interdepartmental grant from the department of	



1	treasury, Michigan state hospital finance authority .	116,000
2	Federal revenues:	
3	Total federal revenues .....	57,987,200
4	Special revenue funds:	
5	Total private revenues .....	865,000
6	Total other state restricted revenues .....	6,561,700
7	State general fund/general purpose .....	\$ 6,600,100
8	<b>Sec. 108. LABORATORY SERVICES</b>	
9	Full-time equated classified positions .....	100.0
10	Laboratory services--100.0 FTE positions .....	\$ <u>20,295,500</u>
11	GROSS APPROPRIATION .....	\$ 20,295,500
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	Interdepartmental grant from the department of	
15	environmental quality.....	974,000
16	Federal revenues:	
17	Total federal revenues .....	2,294,400
18	Special revenue funds:	
19	Total other state restricted revenues .....	10,261,900
20	State general fund/general purpose .....	\$ 6,765,200
21	<b>Sec. 109. EPIDEMIOLOGY AND INFECTIOUS DISEASE</b>	
22	Full-time equated classified positions .....	144.9
23	AIDS surveillance and prevention program .....	\$ 1,854,100
24	Bioterrorism preparedness--52.0 FTE positions .....	30,077,600
25	Epidemiology administration--41.6 FTE positions .....	12,455,700
26	Healthy homes program--8.0 FTE positions .....	4,384,300
27	Immunization program--12.8 FTE positions .....	16,317,900



1	Newborn screening follow-up and treatment services--	
2	10.5 FTE positions.....	7,223,000
3	Sexually transmitted disease control program--20.0 FTE	
4	positions.....	6,246,900
5	Tuberculosis control and prevention .....	<u>867,000</u>
6	GROSS APPROPRIATION .....	\$ 79,426,500
7	Appropriated from:	
8	Federal revenues:	
9	Total federal revenues .....	60,864,000
10	Special revenue funds:	
11	Total private revenues .....	339,000
12	Total other state restricted revenues .....	11,577,900
13	State general fund/general purpose .....	\$ 6,645,600
14	<b>Sec. 110. LOCAL HEALTH ADMINISTRATION AND GRANTS</b>	
15	Full-time equated classified positions..... 2.0	
16	Essential local public health services .....	\$ 40,886,100
17	Implementation of 1993 PA 133, MCL 333.17015 .....	20,000
18	Local health services--2.0 FTE positions .....	536,100
19	Medicaid outreach cost reimbursement to local health	
20	departments.....	<u>9,000,000</u>
21	GROSS APPROPRIATION .....	\$ 50,442,200
22	Appropriated from:	
23	Federal revenues:	
24	Total federal revenues .....	9,536,100
25	Special revenue funds:	
26	Total local revenues .....	5,150,000
27	State general fund/general purpose .....	\$ 35,756,100



1	<b>Sec. 111. CHRONIC DISEASE AND INJURY PREVENTION AND</b>		
2	<b>HEALTH PROMOTION</b>		
3	Full-time equated classified positions . . . . .	113.0	
4	AIDS prevention, testing, and care programs--47.7 FTE		
5	positions . . . . .		\$ 70,423,000
6	Cancer prevention and control program--13.0 FTE		
7	positions . . . . .		15,005,800
8	Chronic disease control and health promotion		
9	administration--29.4 FTE positions . . . . .		6,356,200
10	Diabetes and kidney program--8.0 FTE positions . . . . .		3,038,100
11	Smoking prevention program--12.0 FTE positions . . . . .		2,107,600
12	Violence prevention--2.9 FTE positions . . . . .		<u>1,823,700</u>
13	GROSS APPROPRIATION . . . . .		\$ 98,754,400
14	Appropriated from:		
15	Federal revenues:		
16	Total federal revenues . . . . .		52,671,100
17	Special revenue funds:		
18	Total private revenues . . . . .		38,778,400
19	Total other state restricted revenues . . . . .		5,534,000
20	State general fund/general purpose . . . . .		\$ 1,770,900
21	<b>Sec. 112. FAMILY, MATERNAL, AND CHILDREN'S HEALTH</b>		
22	<b>SERVICES</b>		
23	Full-time equated classified positions . . . . .	69.6	
24	Childhood lead program--2.5 FTE positions . . . . .		\$ 1,563,300
25	Dental programs--3.0 FTE positions . . . . .		1,667,200
26	Dental program for persons with developmental		
27	disabilities . . . . .		151,000



1	Family, maternal, and children's health services	
2	administration--50.1 FTE positions .....	8,437,000
3	Family planning local agreements .....	8,310,700
4	Local MCH services .....	7,018,100
5	Pregnancy prevention program .....	602,100
6	Prenatal care outreach and service delivery support--	
7	14.0 FTE positions .....	18,933,000
8	Special projects .....	6,289,100
9	Sudden infant death syndrome program .....	<u>321,300</u>
10	GROSS APPROPRIATION .....	\$ 53,292,800
11	Appropriated from:	
12	Federal revenues:	
13	Total federal revenues .....	42,214,500
14	Special revenue funds:	
15	Total local revenues .....	75,000
16	Total private revenues .....	874,500
17	Total other state restricted revenues .....	20,000
18	State general fund/general purpose .....	\$ 10,108,800
19	<b>Sec. 113. WOMEN, INFANTS, AND CHILDREN FOOD AND</b>	
20	<b>NUTRITION PROGRAM</b>	
21	Full-time equated classified positions .....	45.0
22	Women, infants, and children program administration	
23	and special projects--45.0 FTE positions .....	\$ 17,905,900
24	Women, infants, and children program local agreements	
25	and food costs .....	<u>256,285,000</u>
26	GROSS APPROPRIATION .....	\$ 274,190,900
27	Appropriated from:	



1	Federal revenues:	
2	Total federal revenues .....	213,113,000
3	Special revenue funds:	
4	Total private revenues .....	61,077,900
5	State general fund/general purpose .....	\$ 0
6	<b>Sec. 114. CHILDREN'S SPECIAL HEALTH CARE SERVICES</b>	
7	Full-time equated classified positions .....	46.8
8	Children's special health care services	
9	administration--44.0 FTE positions .....	\$ 5,897,900
10	Requests for care and services--2.8 FTE positions ....	1,528,200
11	Outreach and advocacy .....	5,510,000
12	Nonemergency medical transportation .....	905,900
13	Medical care and treatment .....	<u>189,966,200</u>
14	GROSS APPROPRIATION .....	\$ 203,808,200
15	Appropriated from:	
16	Federal revenues:	
17	Total federal revenues .....	107,080,900
18	Special revenue funds:	
19	Total private revenues .....	1,008,900
20	Total other state restricted revenues .....	3,858,400
21	State general fund/general purpose .....	\$ 91,860,000
22	<b>Sec. 115. CRIME VICTIM SERVICES COMMISSION</b>	
23	Full-time equated classified positions .....	13.0
24	Grants administration services--13.0 FTE positions ...	\$ 2,129,800
25	Justice assistance grants .....	15,000,000
26	Crime victim rights services grants .....	<u>16,870,000</u>
27	GROSS APPROPRIATION .....	\$ 33,999,800



1	Appropriated from:	
2	Federal revenues:	
3	Total federal revenues .....	18,697,500
4	Special revenue funds:	
5	Total other state restricted revenues .....	15,302,300
6	State general fund/general purpose .....	\$ 0
7	<b>Sec. 116. OFFICE OF SERVICES TO THE AGING</b>	
8	Full-time equated classified positions.....	40.0
9	Office of services to aging administration--40.0 FTE	
10	positions.....	\$ 7,784,500
11	Community services .....	39,013,900
12	Nutrition services .....	39,044,000
13	Foster grandparent volunteer program .....	2,233,600
14	Retired and senior volunteer program .....	627,300
15	Senior companion volunteer program .....	1,604,400
16	Employment assistance .....	3,500,000
17	Respite care program .....	<u>5,868,700</u>
18	GROSS APPROPRIATION .....	\$ 99,676,400
19	Appropriated from:	
20	Federal revenues:	
21	Total federal revenues .....	57,525,800
22	Special revenue funds:	
23	Total private revenues .....	520,000
24	Merit award trust fund .....	4,068,700
25	Total other state restricted revenues .....	1,400,000
26	State general fund/general purpose .....	\$ 36,161,900
27	<b>Sec. 117. MEDICAL SERVICES ADMINISTRATION</b>	



1	Full-time equated classified positions .....	500.5	
2	Medical services administration--440.5 FTE positions .		\$ 90,248,500
3	Healthy Michigan plan administration--36.0 FTE		
4	positions.....		49,342,300
5	Facility inspection contract .....		132,800
6	MIChild administration .....		3,500,000
7	Electronic health record incentive program--24.0 FTE		
8	positions.....		<u>144,226,200</u>
9	GROSS APPROPRIATION .....		\$ 287,449,800
10	Appropriated from:		
11	Federal revenues:		
12	Total federal revenues .....		241,588,100
13	Special revenue funds:		
14	Total local revenues .....		105,700
15	Total private revenues .....		99,800
16	Total other state restricted revenues .....		331,300
17	State general fund/general purpose .....		\$ 45,324,900
18	<b>Sec. 118. MEDICAL SERVICES</b>		
19	Hospital services and therapy .....		\$ 1,212,378,900
20	Hospital disproportionate share payments .....		45,000,000
21	Physician services .....		361,890,200
22	Medicare premium payments .....		408,503,400
23	Pharmaceutical services .....		297,891,800
24	Home health services .....		5,804,700
25	Hospice services .....		111,982,500
26	Transportation .....		21,888,200
27	Auxiliary medical services .....		7,268,800



1	Dental services .....	222,143,900
2	Ambulance services .....	11,000,000
3	Long-term care services .....	1,440,328,500
4	Integrated care organizations .....	454,700,100
5	Medicaid home- and community-based services waiver ...	325,318,000
6	Adult home help services .....	262,816,800
7	Personal care services .....	12,237,000
8	Program of all-inclusive care for the elderly .....	75,738,600
9	Health plan services .....	4,861,568,800
10	MIChild program .....	18,022,600
11	Federal Medicare pharmaceutical program .....	198,811,800
12	Maternal and child health .....	20,279,500
13	Healthy Michigan plan .....	3,215,577,600
14	Subtotal basic medical services program .....	13,591,151,700
15	School-based services .....	112,102,700
16	Special Medicaid reimbursement .....	388,891,700
17	Subtotal special medical services payments .....	<u>500,994,400</u>
18	GROSS APPROPRIATION .....	\$ 14,092,146,100
19	Appropriated from:	
20	Federal revenues:	
21	Total federal revenues .....	10,399,603,000
22	Special revenue funds:	
23	Total local revenues .....	35,664,600
24	Total private revenues .....	2,100,000
25	Merit award trust fund .....	101,766,000
26	Total other state restricted revenues .....	1,909,417,800
27	State general fund/general purpose .....	\$ 1,643,594,700



<b>1</b>	<b>Sec. 119. INFORMATION TECHNOLOGY</b>		
<b>2</b>	Information technology services and projects .....	\$	36,715,100
<b>3</b>	Michigan Medicaid information system .....		<u>50,201,100</u>
<b>4</b>	GROSS APPROPRIATION .....	\$	86,916,200
<b>5</b>	Appropriated from:		
<b>6</b>	Federal revenues:		
<b>7</b>	Total federal revenues .....		45,452,800
<b>8</b>	Special revenue funds:		
<b>9</b>	Total private revenues .....		20,000,000
<b>10</b>	Total other state restricted revenues .....		1,985,800
<b>11</b>	State general fund/general purpose .....	\$	19,477,600
<b>12</b>	<b>Sec. 120. ONE-TIME BASIS ONLY APPROPRIATIONS</b>		
<b>13</b>	University autism programs .....	\$	100
<b>14</b>	Pay for success contracts .....		100
<b>15</b>	Child and adolescent health services .....		100
<b>16</b>	Mental health commission recommendations .....		1,500,000
<b>17</b>	Dental clinic program .....		100
<b>18</b>	Drug policy initiatives .....		100
<b>19</b>	Hospice services .....		<u>100</u>
<b>20</b>	GROSS APPROPRIATION .....	\$	1,500,600
<b>21</b>	Appropriated from:.....		
<b>22</b>	State general fund/general purpose .....	\$	1,500,600

**23** PART 1B

**24** SUPPLEMENTAL LINE-ITEM APPROPRIATIONS



1           Sec. 191. There is appropriated for the department of  
 2 community health for the fiscal year ending September 30, 2015,  
 3 from the following funds:

4 **DEPARTMENT OF COMMUNITY HEALTH**

5 APPROPRIATION SUMMARY

6	GROSS APPROPRIATION .....	\$	361,118,400
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers.....		0
10	ADJUSTED GROSS APPROPRIATION .....	\$	361,118,400
11	Federal revenues:		
12	Total federal revenues .....		361,118,400
13	Special revenue funds:		
14	Total local revenues .....		0
15	Total private revenues .....		0
16	Total other state restricted revenues .....		0
17	State general fund/general purpose .....	\$	0
18	<b>Sec. 192. BEHAVIORAL HEALTH SERVICES</b>		
19	Healthy Michigan plan - behavioral health .....	\$	<u>(10,575,200)</u>
20	GROSS APPROPRIATION .....	\$	(10,575,200)
21	Appropriated from:		
22	Federal revenues:		
23	Total federal revenues .....		(10,575,200)
24	State general fund/general purpose .....	\$	0
25	<b>Sec. 193. MEDICAL SERVICES</b>		
26	Healthy Michigan plan .....	\$	371,693,600
27	Subtotal basic medical services program .....		<u>371,693,600</u>



1	GROSS APPROPRIATION .....	\$	371,693,600
2	Appropriated from:		
3	Federal revenues:		
4	Total federal revenues .....		371,693,600
5	State general fund/general purpose .....	\$	0

6 PART 2  
 7 PROVISIONS CONCERNING APPROPRIATIONS  
 8 FOR FISCAL YEAR 2015-2016

9 **GENERAL SECTIONS**

10 Sec. 201. Pursuant to section 30 of article IX of the state  
 11 constitution of 1963, total state spending from state resources  
 12 under part 1 for fiscal year 2015-2016 is \$5,251,663,500.00 and  
 13 state spending from state resources to be paid to local units of  
 14 government for fiscal year 2015-2016 is \$1,126,972,500.00. The  
 15 itemized statement below identifies appropriations from which  
 16 spending to local units of government will occur:

17	DEPARTMENT OF COMMUNITY HEALTH		
18	BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS		
19	Community residential and support services .....	\$	592,100
20	Housing and support services .....		667,400
21	BEHAVIORAL HEALTH SERVICES		
22	Medicaid mental health services .....	\$	785,127,300
23	Community mental health non-Medicaid services .....		117,050,400
24	Mental health services for special populations .....		8,842,800



1	Medicaid substance use disorder services .....		16,157,300
2	State disability assistance program substance use		
3	disorder services.....		2,018,000
4	Community substance use disorder prevention,		
5	education, and treatment.....		14,553,400
6	Children's waiver home care program .....		6,880,000
7	Nursing home PAS/ARR-OBRA .....		2,725,300
8	LABORATORY SERVICES		
9	Laboratory services .....	\$	5,000
10	EPIDEMIOLOGY AND INFECTIOUS DISEASE		
11	Sexually transmitted disease control program .....	\$	377,000
12	LOCAL HEALTH ADMINISTRATION AND GRANTS		
13	Essential local public health services .....	\$	34,199,500
14	Implementation of 1993 PA 133, MCL 333.17015 .....		300
15	CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION		
16	AIDS prevention, testing, and care programs .....	\$	606,100
17	Cancer prevention and control program .....		116,700
18	FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES		
19	Prenatal care outreach and service delivery support ..	\$	2,044,900
20	CHILDREN'S SPECIAL HEALTH CARE SERVICES		
21	Outreach and advocacy .....	\$	2,204,000
22	Medical care and treatment .....		949,800
23	CRIME VICTIM SERVICES COMMISSION		
24	Crime victim rights services grants .....	\$	6,389,800
25	OFFICE OF SERVICES TO THE AGING		
26	Community services .....	\$	13,333,500
27	Nutrition services .....		9,287,000



1	Foster grandparent volunteer program .....	579,200
2	Retired and senior volunteer program .....	197,300
3	Senior companion volunteer program .....	351,400
4	Respite care program .....	5,868,700
5	MEDICAL SERVICES	
6	Hospital services and therapy .....	\$ 2,449,500
7	Physician services .....	10,665,900
8	Dental services .....	1,202,000
9	Long-term care services .....	<u>81,530,900</u>

10 TOTAL OF PAYMENTS TO LOCAL UNITS  
 11 OF GOVERNMENT ..... \$ 1,126,972,500

12 Sec. 202. The appropriations authorized under this part and  
 13 part 1 are subject to the management and budget act, 1984 PA 431,  
 14 MCL 18.1101 to 18.1594.

15 Sec. 203. As used in this part and part 1:

16 (a) "AIDS" means acquired immunodeficiency syndrome.

17 (b) "CMHSP" means a community mental health services program  
 18 as that term is defined in section 100a of the mental health code,  
 19 1974 PA 258, MCL 330.1100a.

20 (c) "Current fiscal year" means the fiscal year ending  
 21 September 30, 2016.

22 (d) "Department" means the department of community health.

23 (e) "Director" means the director of the department.

24 (f) "DSH" means disproportionate share hospital.

25 (g) "EPSDT" means early and periodic screening, diagnosis, and  
 26 treatment.

27 (h) "Federal poverty level" means the poverty guidelines



1 published annually in the federal register by the United States  
2 Department of Health and Human Services under its authority to  
3 revise the poverty line under 42 USC 9902.

4 (i) "FTE" means full-time equated.

5 (j) "GME" means graduate medical education.

6 (k) "Health plan" means, at a minimum, an organization that  
7 meets the criteria for delivering the comprehensive package of  
8 services under the department's comprehensive health plan.

9 (l) "HEDIS" means healthcare effectiveness data and  
10 information set.

11 (m) "HMO" means health maintenance organization.

12 (n) "IDEA" means the individuals with disabilities education  
13 act, 20 USC 1400 to 1482.

14 (o) "MCH" means maternal and child health.

15 (p) "Medicare" means subchapter XVIII of the social security  
16 act, 42 USC 1395 to 1395III.

17 (q) "MIChild" means the program described in section 1670.

18 (r) "PAS/ARR-OBRA" means the preadmission screening and annual  
19 resident review required under the omnibus budget reconciliation  
20 act of 1987, section 1919(e) (7) of the social security act, 42 USC  
21 1396r.

22 (s) "PIHP" means a governmental entity designated by the  
23 department as a regional entity or a specialty prepaid inpatient  
24 health plan for Medicaid mental health services, services to  
25 individuals with developmental disabilities, and substance use  
26 disorder services. Regional entities are described in section 204b  
27 of the mental health code, 1974 PA 258, MCL 330.1204b. Specialty



1 prepaid inpatient health plans are described in section 232b of the  
2 mental health code, 1974 PA 258, MCL 330.1232b.

3 (t) "Temporary assistance for needy families" means part A of  
4 subchapter IV of the social security act, 42 USC 601 to 619.

5 (u) "Title X" means title X of the public health service act,  
6 42 USC 300 to 300a-8, that establishes grants to states for family  
7 planning services.

8 (v) "Title XIX" and "Medicaid" mean subchapter XIX of the  
9 social security act, 42 USC 1396 to 1396w-5.

10 Sec. 204. It is the intent of the legislature that any  
11 proposal for a new program or an expansion of an existing program  
12 in excess of \$1,000,000.00 initiated by the executive branch or the  
13 legislature shall include, as part of the original proposal or  
14 budget request, a list of benchmarks intended to measure the  
15 performance or return on taxpayer investment of the program or  
16 spending increase.

17 Sec. 206. (1) In addition to the funds appropriated in part 1,  
18 there is appropriated an amount not to exceed \$200,000,000.00 for  
19 federal contingency funds. These funds are not available for  
20 expenditure until they have been transferred to another line item  
21 in part 1 under section 393(2) of the management and budget act,  
22 1984 PA 431, MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$40,000,000.00 for state  
25 restricted contingency funds. These funds are not available for  
26 expenditure until they have been transferred to another line item  
27 in part 1 under section 393(2) of the management and budget act,



1 1984 PA 431, MCL 18.1393.

2 (3) In addition to the funds appropriated in part 1, there is  
3 appropriated an amount not to exceed \$20,000,000.00 for local  
4 contingency funds. These funds are not available for expenditure  
5 until they have been transferred to another line item in part 1  
6 under section 393(2) of the management and budget act, 1984 PA 431,  
7 MCL 18.1393.

8 (4) In addition to the funds appropriated in part 1, there is  
9 appropriated an amount not to exceed \$40,000,000.00 for private  
10 contingency funds. These funds are not available for expenditure  
11 until they have been transferred to another line item in part 1  
12 under section 393(2) of the management and budget act, 1984 PA 431,  
13 MCL 18.1393.

14 Sec. 207. The department shall maintain, on a public  
15 accessible website, a department scorecard that identifies, tracks,  
16 and regularly updates key metrics that are used to monitor and  
17 improve the department's performance.

18 Sec. 208. The departments and agencies receiving  
19 appropriations in part 1 shall use the Internet to fulfill the  
20 reporting requirements of this part and part 1. This requirement  
21 may include transmission of reports via electronic mail to the  
22 recipients identified for each reporting requirement, or it may  
23 include placement of reports on the Internet.

24 Sec. 209. Funds appropriated in part 1 shall not be used for  
25 the purchase of foreign goods or services, or both, if  
26 competitively priced and of comparable quality American goods or  
27 services, or both, are available. Preference shall be given to



1 goods or services, or both, manufactured or provided by Michigan  
2 businesses if they are competitively priced and of comparable  
3 quality. In addition, preference shall be given to goods or  
4 services, or both, that are manufactured or provided by Michigan  
5 businesses owned and operated by veterans if they are competitively  
6 priced and of comparable quality.

7       Sec. 210. The director and the director of the office of  
8 services to the aging shall take all reasonable steps to ensure  
9 businesses in deprived and depressed communities compete for and  
10 perform contracts to provide services or supplies, or both. The  
11 director and the director of the office of services to the aging  
12 shall strongly encourage firms with which the department contracts  
13 to subcontract with certified businesses in depressed and deprived  
14 communities for services, supplies, or both.

15       Sec. 211. If the revenue collected by the department from fees  
16 and collections exceeds the amount appropriated in part 1, the  
17 revenue may be carried forward with the approval of the state  
18 budget director into the subsequent fiscal year. The revenue  
19 carried forward under this section shall be used as the first  
20 source of funds in the subsequent fiscal year.

21       Sec. 212. (1) On or before February 1 of the current fiscal  
22 year, the department shall report to the house and senate  
23 appropriations subcommittees on community health, the house and  
24 senate fiscal agencies, and the state budget director on the  
25 detailed name and amounts of federal, restricted, private, and  
26 local sources of revenue that support the appropriations in each of  
27 the line items in part 1.



1           (2) Upon the release of the next fiscal year executive budget  
2 recommendation, the department shall report to the same parties in  
3 subsection (1) on the amounts and detailed sources of federal,  
4 restricted, private, and local revenue proposed to support the  
5 total funds appropriated in each of the line items in part 1 of the  
6 next fiscal year executive budget proposal.

7           Sec. 213. The state departments, agencies, and commissions  
8 receiving tobacco tax funds and Healthy Michigan fund revenue from  
9 part 1 shall report by April 1 of the current fiscal year to the  
10 senate and house appropriations committees, the senate and house  
11 fiscal agencies, and the state budget director on the following:

12           (a) Detailed spending plan by appropriation line item  
13 including description of programs and a summary of organizations  
14 receiving these funds.

15           (b) Description of allocations or bid processes including need  
16 or demand indicators used to determine allocations.

17           (c) Eligibility criteria for program participation and maximum  
18 benefit levels where applicable.

19           (d) Outcome measures used to evaluate programs, including  
20 measures of the effectiveness of these programs in improving the  
21 health of Michigan residents.

22           (e) Any other information considered necessary by the house of  
23 representatives or senate appropriations committees or the state  
24 budget director.

25           Sec. 216. (1) In addition to funds appropriated in part 1 for  
26 all programs and services, there is appropriated for write-offs of  
27 accounts receivable, deferrals, and for prior year obligations in



1 excess of applicable prior year appropriations, an amount equal to  
2 total write-offs and prior year obligations, but not to exceed  
3 amounts available in prior year revenues.

4 (2) The department's ability to satisfy appropriation  
5 deductions in part 1 shall not be limited to collections and  
6 accruals pertaining to services provided in the current fiscal  
7 year, but shall also include reimbursements, refunds, adjustments,  
8 and settlements from prior years.

9 Sec. 218. The department shall include the following in its  
10 annual list of proposed basic health services as required in part  
11 23 of the public health code, 1978 PA 368, MCL 333.2301 to  
12 333.2321:

13 (a) Immunizations.

14 (b) Communicable disease control.

15 (c) Sexually transmitted disease control.

16 (d) Tuberculosis control.

17 (e) Prevention of gonorrhoea eye infection in newborns.

18 (f) Screening newborns for the conditions listed in section  
19 5431 of the public health code, 1978 PA 368, MCL 333.5431, or  
20 recommended by the newborn screening quality assurance advisory  
21 committee created under section 5430 of the public health code,  
22 1978 PA 368, MCL 333.5430.

23 (g) Community health annex of the Michigan emergency  
24 management plan.

25 (h) Prenatal care.

26 Sec. 219. (1) The department may contract with the Michigan  
27 Public Health Institute for the design and implementation of



1 projects and for other public health-related activities prescribed  
2 in section 2611 of the public health code, 1978 PA 368, MCL  
3 333.2611. The department may develop a master agreement with the  
4 Institute to carry out these purposes for up to a 3-year period.  
5 The department shall report to the house and senate appropriations  
6 subcommittees on community health, the house and senate fiscal  
7 agencies, and the state budget director on or before January 1 of  
8 the current fiscal year all of the following:

9 (a) A detailed description of each funded project.

10 (b) The amount allocated for each project, the appropriation  
11 line item from which the allocation is funded, and the source of  
12 financing for each project.

13 (c) The expected project duration.

14 (d) A detailed spending plan for each project, including a  
15 list of all subgrantees and the amount allocated to each  
16 subgrantee.

17 (2) On or before September 30 of the current fiscal year, the  
18 department shall provide to the same parties listed in subsection  
19 (1) a copy of all reports, studies, and publications produced by  
20 the Michigan Public Health Institute, its subcontractors, or the  
21 department with the funds appropriated in part 1 and allocated to  
22 the Michigan Public Health Institute.

23 Sec. 223. The department may establish and collect fees for  
24 publications, videos and related materials, conferences, and  
25 workshops. Collected fees shall be used to offset expenditures to  
26 pay for printing and mailing costs of the publications, videos and  
27 related materials, and costs of the workshops and conferences. The



1 department shall not collect fees under this section that exceed  
2 the cost of the expenditures.

3       Sec. 264. (1) Upon submission of a Medicaid waiver, a Medicaid  
4 state plan amendment, or a similar proposal to the Centers for  
5 Medicare and Medicaid Services, the department shall notify the  
6 house and senate appropriations subcommittees on community health,  
7 the house and senate fiscal agencies, and the state budget office  
8 of the submission.

9       (2) The department shall provide written or verbal biannual  
10 reports to the senate and house appropriations subcommittees on  
11 community health, the senate and house fiscal agencies, and the  
12 state budget office summarizing the status of any new or ongoing  
13 discussions with the Centers for Medicare and Medicaid Services or  
14 the United States Department of Health and Human Services regarding  
15 potential or future Medicaid waiver applications.

16       (3) The department shall inform the senate and house  
17 appropriations subcommittees on community health and the senate and  
18 house fiscal agencies of any alterations or adjustments made to the  
19 published plan for integrated care for individuals who are eligible  
20 for both Medicare and Medicaid when the final version of the plan  
21 has been submitted to the federal Centers for Medicare and Medicaid  
22 Services or the United States Department of Health and Human  
23 Services.

24       Sec. 266. The departments and agencies receiving  
25 appropriations in part 1 shall prepare a report on out-of-state  
26 travel expenses not later than January 1 of each year. The travel  
27 report shall be a listing of all travel by classified and



1 unclassified employees outside this state in the immediately  
2 preceding fiscal year that was funded in whole or in part with  
3 funds appropriated in the department's budget. The report shall be  
4 submitted to the senate and house appropriations committees, the  
5 house and senate fiscal agencies, and the state budget director.  
6 The report shall include the following information:

7 (a) The dates of each travel occurrence.

8 (b) The transportation and related costs of each travel  
9 occurrence, including the proportion funded with state general  
10 fund/general purpose revenues, the proportion funded with state  
11 restricted revenues, the proportion funded with federal revenues,  
12 and the proportion funded with other revenues.

13 Sec. 267. The department shall not take disciplinary action  
14 against an employee for communicating with a member of the  
15 legislature or his or her staff.

16 Sec. 270. The department shall advise the legislature of the  
17 receipt of a notification from the attorney general's office of a  
18 legal action in which expenses had been recovered pursuant to  
19 section 106(4) of the social welfare act, 1939 PA 280, MCL 400.106,  
20 or any other statute under which the department has the right to  
21 recover expenses. By March 1 and September 1 of the current fiscal  
22 year, the department shall submit a written report to the house and  
23 senate appropriations subcommittees on community health, the house  
24 and senate fiscal agencies, and the state budget office which  
25 includes, at a minimum, all of the following:

26 (a) The total amount recovered from the legal action.

27 (b) The program or service for which the money was originally



1 expended.

2 (c) Details on the disposition of the funds recovered such as  
3 the appropriation or revenue account in which the money was  
4 deposited.

5 (d) A description of the facts involved in the legal action.

6 Sec. 276. Funds appropriated in part 1 shall not be used by a  
7 principal executive department, state agency, or authority to hire  
8 a person to provide legal services that are the responsibility of  
9 the attorney general. This prohibition does not apply to legal  
10 services for bonding activities and for those outside services that  
11 the attorney general authorizes.

12 Sec. 282. (1) The department shall work with the department of  
13 technology, management, and budget to plan for the development of  
14 an automated annual metric collection, validation, and reporting  
15 system for contracts. The department shall report the status of  
16 this work to the house and senate appropriations subcommittees on  
17 community health and the house and senate fiscal agencies by  
18 February 1 of the current fiscal year.

19 (2) It is the intent of the legislature that the automated  
20 system established in subsection (1) shall be able to generate a  
21 report to the house and senate appropriations subcommittees on  
22 community health and the house and senate fiscal agencies that  
23 presents performance metrics on all new or existing contracts at  
24 renewal of \$1,000,000.00 or more funded only with state general  
25 fund/general purpose or state restricted resources. The performance  
26 metrics shall include, at a minimum, service delivery volumes and  
27 provider or beneficiary outcomes.



1           Sec. 287. Not later than November 30, the state budget office  
2 shall prepare and transmit a report that provides for estimates of  
3 the total general fund/general purpose appropriation lapses at the  
4 close of the prior fiscal year. This report shall summarize the  
5 projected year-end general fund/general purpose appropriation  
6 lapses by major departmental program or program areas. The report  
7 shall be transmitted to the chairpersons of the senate and house  
8 appropriations committees, and the senate and house fiscal  
9 agencies.

10           Sec. 288. (1) Beginning October 1 of the current fiscal year,  
11 no less than 90% of a new department contract supported solely from  
12 state restricted funds or general fund/general purpose funds and  
13 designated in this part or part 1 for a specific entity for the  
14 purpose of providing services to individuals shall be expended for  
15 such services after the first year of the contract.

16           (2) The department may allow a contract to exceed the  
17 limitation on administrative and services costs if it can be  
18 demonstrated that an exception should be made to the provision in  
19 subsection (1).

20           (3) By September 30 of the current fiscal year, the department  
21 shall report to the house and senate appropriations subcommittees  
22 on community health, house and senate fiscal agencies, and state  
23 budget office on the rationale for all exceptions made to the  
24 provision in subsection (1) and the number of contracts terminated  
25 due to violations of subsection (1).

26           Sec. 290. By the first day of each month of the current fiscal  
27 year, the department shall report on the status of the merger,



1 executed under Executive Order No. 2015-4, of the department of  
2 community health and the department of human services to create the  
3 department of health and human services. The department shall  
4 provide the report to the house and senate appropriations  
5 subcommittees on community health, the house and senate  
6 appropriations subcommittees on human services, and the house and  
7 senate fiscal agencies. The report must include, but not be limited  
8 to, the current status of FTE positions, facilities in use,  
9 services including restructuring or consolidation, efficiencies,  
10 and estimated savings or costs associated with the merger. The  
11 report must indicate changes from the prior report.

12 Sec. 292. The department shall cooperate with the department  
13 of technology, management, and budget to maintain a searchable  
14 website accessible by the public at no cost that includes, but is  
15 not limited to, all of the following for each department or agency:

- 16 (a) Fiscal year-to-date expenditures by category.  
17 (b) Fiscal year-to-date expenditures by appropriation unit.  
18 (c) Fiscal year-to-date payments to a selected vendor,  
19 including the vendor name, payment date, payment amount, and  
20 payment description.  
21 (d) The number of active department employees by job  
22 classification.  
23 (e) Job specifications and wage rates.

24 Sec. 296. Within 14 days after the release of the executive  
25 budget recommendation, the department shall cooperate with the  
26 state budget office to provide the senate and house appropriations  
27 chairs, the senate and house appropriations subcommittees chairs,



1 and the senate and house fiscal agencies with an annual report on  
2 estimated state restricted fund balances, state restricted fund  
3 projected revenues, and state restricted fund expenditures for the  
4 fiscal years ending September 30, 2015 and September 30, 2016.

5 Sec. 297. Total authorized appropriations from all sources  
6 under part 1 for legacy costs for the fiscal year ending September  
7 30, 2016 are \$87,425,100.00. From this amount, total agency  
8 appropriations for pension-related legacy costs are estimated at  
9 \$49,623,700.00. Total agency appropriations for retiree health care  
10 legacy costs are estimated at \$37,801,400.00.

11 Sec. 298. From the funds appropriated in part 1 for the  
12 Michigan Medicaid information system line item, \$20,000,000.00 in  
13 private revenue will be allocated for the Michigan-Illinois  
14 alliance Medicaid management information systems project.

15 Sec. 299. No state department or agency shall issue a request  
16 for proposal (RFP) for a contract in excess of \$5,000,000.00,  
17 unless the department or agency has first considered issuing a  
18 request for information (RFI) or a request for qualification (RFQ)  
19 relative to that contract to better enable the department or agency  
20 to learn more about the market for the products or services that  
21 are the subject of the RFP. The department or agency shall notify  
22 the department of technology, management, and budget of the  
23 evaluation process used to determine if an RFI or RFQ was not  
24 necessary prior to issuing the RFP.

## 25 **BEHAVIORAL HEALTH SERVICES**

26 Sec. 401. Funds appropriated in part 1 are intended to support



1 a system of comprehensive community mental health services under  
2 the full authority and responsibility of local CMHSPs or PIHPs in  
3 accordance with the mental health code, 1974 PA 258, MCL 330.1001  
4 to 330.2106, the Medicaid provider manual, federal Medicaid  
5 waivers, and all other applicable federal and state laws.

6 Sec. 402. (1) From funds appropriated in part 1, final  
7 authorizations to CMHSPs or PIHPs shall be made upon the execution  
8 of contracts between the department and CMHSPs or PIHPs. The  
9 contracts shall contain an approved plan and budget as well as  
10 policies and procedures governing the obligations and  
11 responsibilities of both parties to the contracts. Each contract  
12 with a CMHSP or PIHP that the department is authorized to enter  
13 into under this subsection shall include a provision that the  
14 contract is not valid unless the total dollar obligation for all of  
15 the contracts between the department and the CMHSPs or PIHPs  
16 entered into under this subsection for the current fiscal year does  
17 not exceed the amount of money appropriated in part 1 for the  
18 contracts authorized under this subsection.

19 (2) The department shall immediately report to the senate and  
20 house appropriations subcommittees on community health, the senate  
21 and house fiscal agencies, and the state budget director if either  
22 of the following occurs:

23 (a) Any new contracts with CMHSPs or PIHPs that would affect  
24 rates or expenditures are enacted.

25 (b) Any amendments to contracts with CMHSPs or PIHPs that  
26 would affect rates or expenditures are enacted.

27 (3) The report required by subsection (2) shall include



1 information about the changes and their effects on rates and  
2 expenditures.

3 Sec. 403. (1) From the funds appropriated in part 1 for mental  
4 health services for special populations, the department may require  
5 each contractor to provide data and information on performance-  
6 related metrics. These metrics may include, but are not limited to,  
7 all of the following:

8 (a) Each contractor or subcontractor shall have a mission that  
9 is consistent with the purpose of multicultural integration  
10 funding.

11 (b) Each contractor shall validate that any subcontractors  
12 utilized within these appropriations share the same mission as the  
13 lead agency receiving funding.

14 (c) Each contractor or subcontractor shall demonstrate cost-  
15 effectiveness.

16 (d) Each contractor or subcontractor shall ensure its ability  
17 to leverage private dollars to strengthen and maximize service  
18 provision.

19 (e) Each contractor or subcontractor shall provide timely and  
20 accurate reports regarding the number of clients served, units of  
21 service provision, and ability to meet its stated goals.

22 (2) The department shall require an annual report from the  
23 contractors that receive mental health services for special  
24 populations funding. The annual report, due 60 days following the  
25 end of the contract period, shall include specific information on  
26 services and programs provided, the client base to which the  
27 services and programs were provided, information on any wraparound



1 services provided, and the expenditures for those services. The  
2 department shall provide the annual reports to the senate and house  
3 appropriations subcommittees on community health, the senate and  
4 house fiscal agencies, and the state budget office.

5 (3) The department of human services and the department shall  
6 convene a workgroup to discuss and make recommendations on  
7 including accreditation in the contractor specifications and  
8 potentially moving toward competitive bidding. Each contractor  
9 required to provide data per this section shall be invited to  
10 participate in the workgroup.

11 Sec. 404. (1) Not later than May 31 of the current fiscal  
12 year, the department shall provide a report on the CMHSPs, PIHPs,  
13 regional entities designated by the department as PIHPs, and  
14 managing entities for substance use disorders to the members of the  
15 house and senate appropriations subcommittees on community health,  
16 the house and senate fiscal agencies, and the state budget director  
17 that includes the information required by this section.

18 (2) The report shall contain information for each CMHSP, PIHP,  
19 regional entity designated by the department as a PIHP, and  
20 managing entity for substance use disorders and a statewide  
21 summary, each of which shall include at least the following  
22 information:

23 (a) A demographic description of service recipients which,  
24 minimally, shall include reimbursement eligibility, client  
25 population, age, ethnicity, housing arrangements, and diagnosis.

26 (b) Per capita expenditures by client population group and  
27 cultural and ethnic groups of the services area, including the deaf



1 and hard of hearing population.

2 (c) Financial information that, minimally, includes a  
3 description of funding authorized; expenditures by client group and  
4 fund source; and cost information by Medicaid and Healthy Michigan  
5 plan service category, including administration and funds specified  
6 for all outside contracts for services and products. Financial  
7 information must include the amount of funding, from each fund  
8 source, used to cover services and supports. Service category  
9 includes all department-approved services. General fund  
10 expenditures should reflect those funds used to cover uninsured  
11 individuals including Medicaid spenddowns.

12 (d) Data describing service outcomes that include, but are not  
13 limited to, an evaluation of consumer satisfaction, consumer  
14 choice, and quality of life concerns including, but not limited to,  
15 housing and employment.

16 (e) Information about access to community mental health  
17 services programs that includes, but is not limited to, the  
18 following:

19 (i) The number of people receiving requested services.

20 (ii) The number of people who requested services but did not  
21 receive services.

22 (f) The number of second opinions requested under the code and  
23 the determination of any appeals.

24 (g) An analysis of information provided by CMHSPs in response  
25 to the needs assessment requirements of the mental health code,  
26 1974 PA 258, MCL 330.1001 to 330.2106.

27 (h) Lapses and carryforwards during the immediately preceding



1 fiscal year for CMHSPs, PIHPs, regional entities designated by the  
2 department as PIHPs, and managing entities for substance use  
3 disorders.

4 (i) Information about contracts for both administrative and  
5 mental health services entered into by CMHSPs, PIHPs, regional  
6 entities designated by the department as PIHPs, and managing  
7 entities for substance use disorders with providers and others,  
8 including, but not limited to, all of the following:

9 (i) The amount of the contract, organized by type of service  
10 provided.

11 (ii) Payment rates, organized by the type of service provided.

12 (iii) Administrative costs, including contract and consultant  
13 costs, for services provided to CMHSPs, PIHPs, regional entities  
14 designated by the department as PIHPs, and managing entities for  
15 substance use disorders.

16 (j) Information on the community mental health Medicaid  
17 managed care and Healthy Michigan plan programs, including, but not  
18 limited to, the following:

19 (i) Expenditures by each CMHSP, PIHP, regional entity  
20 designated by the department as a PIHP, and managing entity for  
21 substance use disorders organized by Medicaid eligibility group,  
22 including per eligible individual expenditure averages.

23 (ii) Expenditures on, and utilization of, each Medicaid and  
24 Healthy Michigan plan service category by each CMHSP, PIHP,  
25 regional entity designated by the department as a PIHP, and  
26 managing entity for substance use disorders.

27 (iii) Performance indicator information required to be



1 submitted to the department in the contracts with CMHSPs, PIHPs,  
2 regional entities designated by the department as PIHPs, and  
3 managing entities for substance use disorders.

4 (k) An estimate of the number of direct care workers, and the  
5 average rate of pay for those direct care workers, providing  
6 services in local residential settings and the number of  
7 paraprofessional and other nonprofessional direct care workers, and  
8 the average rate of pay for those paraprofessional and  
9 nonprofessional direct care workers, providing services in settings  
10 where skill building, community living supports and training, and  
11 personal care services are provided by CMHSPs, PIHPs, regional  
12 entities designated by the department as PIHPs, and managing  
13 entities for substance use disorders as of September 30 of the  
14 prior fiscal year employed directly or through contracts with  
15 provider organizations.

16 (l) Administrative expenditures of each CMHSP, PIHP, regional  
17 entity designated by the department as a PIHP, and managing entity  
18 for substance use disorders that includes a breakout of the salary,  
19 benefits, and pension of each executive level staff and shall  
20 include the director, chief executive, and chief operating officers  
21 and other members identified as executive staff.

22 (3) The department shall include data reporting requirements  
23 listed in subsection (2) in the annual contract with each  
24 individual CMHSP, PIHP, regional entity designated by the  
25 department as a PIHP, and managing entity for substance use  
26 disorders.

27 (4) The department shall take all reasonable actions to ensure



1 that the data required are complete and consistent among all  
2 CMHSPs, PIHPs, regional entities designated by the department as  
3 PIHPs, and managing entities for substance use disorders.

4       Sec. 406. (1) The funds appropriated in part 1 for the state  
5 disability assistance substance use disorder services program shall  
6 be used to support per diem room and board payments in substance  
7 use disorder residential facilities. Eligibility of clients for the  
8 state disability assistance substance use disorder services program  
9 shall include needy persons 18 years of age or older, or  
10 emancipated minors, who reside in a substance use disorder  
11 treatment center.

12       (2) The department shall reimburse all licensed substance use  
13 disorder programs eligible to participate in the program at a rate  
14 equivalent to that paid by the department of human services to  
15 adult foster care providers. Programs accredited by department-  
16 approved accrediting organizations shall be reimbursed at the  
17 personal care rate, while all other eligible programs shall be  
18 reimbursed at the domiciliary care rate.

19       Sec. 407. (1) The amount appropriated in part 1 for substance  
20 use disorder prevention, education, and treatment grants shall be  
21 expended to coordinate care and services provided to individuals  
22 with severe and persistent mental illness and substance use  
23 disorder diagnoses.

24       (2) The department shall approve managing entity fee schedules  
25 for providing substance use disorder services and charge  
26 participants in accordance with their ability to pay.

27       (3) The managing entity shall continue current efforts to



1 collaborate on the delivery of services to those clients with  
2 mental illness and substance use disorder diagnoses with the goal  
3 of providing services in an administratively efficient manner.

4 Sec. 408. (1) By April 1 of the current fiscal year, the  
5 department shall report the following data from the prior fiscal  
6 year on substance use disorder prevention, education, and treatment  
7 programs to the senate and house appropriations subcommittees on  
8 community health, the senate and house fiscal agencies, and the  
9 state budget office:

10 (a) Expenditures stratified by department-designated community  
11 mental health entity, by central diagnosis and referral agency, by  
12 fund source, by subcontractor, by population served, and by service  
13 type. Additionally, data on administrative expenditures by  
14 department-designated community mental health entity shall be  
15 reported.

16 (b) Expenditures per state client, with data on the  
17 distribution of expenditures reported using a histogram approach.

18 (c) Number of services provided by central diagnosis and  
19 referral agency, by subcontractor, and by service type.  
20 Additionally, data on length of stay, referral source, and  
21 participation in other state programs.

22 (d) Collections from other first- or third-party payers,  
23 private donations, or other state or local programs, by department-  
24 designated community mental health entity, by subcontractor, by  
25 population served, and by service type.

26 (2) The department shall take all reasonable actions to ensure  
27 that the required data reported are complete and consistent among



1 all department-designated community mental health entities.

2       Sec. 410. The department shall assure that substance use  
3 disorder treatment is provided to applicants and recipients of  
4 public assistance through the department of human services who are  
5 required to obtain substance use disorder treatment as a condition  
6 of eligibility for public assistance.

7       Sec. 411. (1) The department shall ensure that each contract  
8 with a CMHSP or PIHP requires the CMHSP or PIHP to implement  
9 programs to encourage diversion of individuals with serious mental  
10 illness, serious emotional disturbance, or developmental disability  
11 from possible jail incarceration when appropriate.

12       (2) Each CMHSP or PIHP shall have jail diversion services and  
13 shall work toward establishing working relationships with  
14 representative staff of local law enforcement agencies, including  
15 county prosecutors' offices, county sheriffs' offices, county  
16 jails, municipal police agencies, municipal detention facilities,  
17 and the courts. Written interagency agreements describing what  
18 services each participating agency is prepared to commit to the  
19 local jail diversion effort and the procedures to be used by local  
20 law enforcement agencies to access mental health jail diversion  
21 services are strongly encouraged.

22       Sec. 418. On or before the twenty-fifth of each month, the  
23 department shall report to the senate and house appropriations  
24 subcommittees on community health, the senate and house fiscal  
25 agencies, and the state budget director on the amount of funding  
26 paid to PIHPs to support the Medicaid managed mental health care  
27 program in the preceding month. The information shall include the



1 total paid to each PIHP, per capita rate paid for each eligibility  
2 group for each PIHP, and number of cases in each eligibility group  
3 for each PIHP, and year-to-date summary of eligibles and  
4 expenditures for the Medicaid managed mental health care program.

5 Sec. 424. Each PIHP that contracts with the department to  
6 provide services to the Medicaid population shall adhere to the  
7 following timely claims processing and payment procedure for claims  
8 submitted by health professionals and facilities:

9 (a) A "clean claim" as described in section 111i of the social  
10 welfare act, 1939 PA 280, MCL 400.111i, shall be paid within 45  
11 days after receipt of the claim by the PIHP. A clean claim that is  
12 not paid within this time frame shall bear simple interest at a  
13 rate of 12% per annum.

14 (b) A PIHP shall state in writing to the health professional  
15 or facility any defect in the claim within 30 days after receipt of  
16 the claim.

17 (c) A health professional and a health facility have 30 days  
18 after receipt of a notice that a claim or a portion of a claim is  
19 defective within which to correct the defect. The PIHP shall pay  
20 the claim within 30 days after the defect is corrected.

21 Sec. 428. Each PIHP shall provide, from internal resources,  
22 local funds to be used as a bona fide part of the state match  
23 required under the Medicaid program in order to increase capitation  
24 rates for PIHPs. These funds shall not include either state funds  
25 received by a CMHSP for services provided to non-Medicaid  
26 recipients or the state matching portion of the Medicaid capitation  
27 payments made to a PIHP.



1           Sec. 435. A county required under the provisions of the mental  
2 health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide  
3 matching funds to a CMHSP for mental health services rendered to  
4 residents in its jurisdiction shall pay the matching funds in equal  
5 installments on not less than a quarterly basis throughout the  
6 fiscal year, with the first payment being made by October 1 of the  
7 current fiscal year.

8           Sec. 458. Medicaid services shall include treatment for autism  
9 spectrum disorders as defined in the federally approved Medicaid  
10 state plan. Such alternatives may be coordinated with the Medicaid  
11 health plans and the Michigan Association of Health Plans.

12           Sec. 494. (1) Contingent upon federal approval, if a CMHSP,  
13 PIHP, or subcontracting provider agency is reviewed and accredited  
14 by a national accrediting entity for behavioral health care  
15 services, the department, by April 1 of the current fiscal year,  
16 shall consider that CMHSP, PIHP, or subcontracting provider agency  
17 in compliance with state program review and audit requirements that  
18 are addressed and reviewed by that national accrediting entity.

19           (2) By June 1 of the current fiscal year, the department shall  
20 report to the house and senate appropriations subcommittees on  
21 community health, the house and senate fiscal agencies, and the  
22 state budget office all of the following:

23           (a) A list of each CMHSP, PIHP, and subcontracting provider  
24 agency that is considered in compliance with state program review  
25 and audit requirements under subsection (1).

26           (b) For each CMHSP, PIHP, or subcontracting provider agency  
27 described in subdivision (a), all of the following:



1 (i) The state program review and audit requirements that the  
2 CMHSP, PIHP, or subcontracting provider agency is considered in  
3 compliance with.

4 (ii) The national accrediting entity that reviewed and  
5 accredited the CMHSP, PIHP, or subcontracting provider agency.

6 (3) The department shall continue to comply with state and  
7 federal law and shall not initiate an action that negatively  
8 impacts beneficiary safety.

9 (4) As used in this section, "national accrediting entity"  
10 means the Joint Commission, formerly known as the Joint Commission  
11 on Accreditation of Healthcare Organizations, the Commission on  
12 Accreditation of Rehabilitation Facilities, the Council on  
13 Accreditation, the URAC, formerly known as the Utilization Review  
14 Accreditation Commission, the National Committee for Quality  
15 Assurance, or other appropriate entity, as approved by the  
16 department.

17 Sec. 495. From the funds appropriated in part 1 for behavioral  
18 health program administration, \$4,350,000.00 is intended to address  
19 the recommendations of the mental health diversion council.

20 Sec. 497. The population data used in determining the  
21 distribution of substance use disorder block grant funds shall be  
22 from the most recent federal census.

23 Sec. 498. For distribution of state general funds to CMHSPs,  
24 if the department decides to use census data, the department shall  
25 use the most recent federal decennial census data available.

26 Sec. 502. (1) The department shall continue developing an  
27 outreach program on fetal alcohol syndrome services.



1 (2) The department shall explore federal grant funding to  
2 address prevention services for fetal alcohol syndrome and reduce  
3 alcohol consumption among pregnant women.

4 Sec. 503. The department shall notify the Michigan Association  
5 of Community Mental Health Boards when developing policies and  
6 procedures that will impact PIHPs or CMHSPs.

7 Sec. 504. (1) The department shall continue to work with the  
8 workgroup created to make recommendations to achieve more  
9 uniformity in capitation payments made to the PIHPs.

10 (2) The workgroup shall include but not be limited to  
11 representatives of the department, PIHPs, and CMHSPs.

12 (3) The department shall provide the workgroup's  
13 recommendations to the senate and house appropriations  
14 subcommittees on community health, the senate and house fiscal  
15 agencies, and the state budget director by March 1 of the current  
16 fiscal year.

17 Sec. 505. For the purposes of special projects involving high-  
18 need children or adults, including the not guilty by reason of  
19 insanity population, the department may contract directly with  
20 providers of services to these identified populations.

21 Sec. 506. No later than June 1 of the current fiscal year, the  
22 department shall provide the house and senate appropriations  
23 subcommittees on community health, the house and senate fiscal  
24 agencies, and the state budget office with the most recent cost  
25 data information submitted by the CMHSPs on how the funds  
26 appropriated in part 1 for the community mental health services  
27 non-Medicaid services line item were expended by each CMHSP. At a



1 minimum, the information must include CMHSPs general fund/general  
2 purpose costs for each of the following categories: administration,  
3 prevention, jail diversion and treatment services, MIChild program,  
4 children's waiver home care program, children with serious  
5 emotional disturbance waiver program, services provided to  
6 individuals with mental illness and developmental disabilities who  
7 are not eligible for Medicaid, and the Medicaid spenddown  
8 population.

9       Sec. 507. (1) From the funds appropriated in part 1 for  
10 behavioral health program administration, the department shall  
11 establish a psychiatric residential treatment facility and  
12 children's behavioral action team. These services will augment the  
13 continuum of behavioral health services for high-need youth and  
14 provide additional continuity of care and transition into  
15 supportive community-based services.

16       (2) Outcomes and performance measures for this initiative  
17 include, but are not limited to, the following:

18       (a) The rate of rehospitalization for youth served through the  
19 program at 30 and 180 days.

20       (b) Measured change in the Child and Adolescent Functional  
21 Assessment Scale for children served through the program.

## 22 **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES**

23       Sec. 601. The department shall continue a revenue recapture  
24 project to generate additional revenues from third parties related  
25 to cases that have been closed or are inactive. A portion of  
26 revenues collected through project efforts may be used for



1 departmental costs and contractual fees associated with these  
2 retroactive collections and to improve ongoing departmental  
3 reimbursement management functions.

4       Sec. 602. The purpose of gifts and bequests for patient living  
5 and treatment environments is to use additional private funds to  
6 provide specific enhancements for individuals residing at state-  
7 operated facilities. Use of the gifts and bequests shall be  
8 consistent with the stipulation of the donor. The expected  
9 completion date for the use of gifts and bequests donations is  
10 within 3 years unless otherwise stipulated by the donor.

11       Sec. 605. (1) The department shall not implement any closures  
12 or consolidations of state hospitals, centers, or agencies until  
13 CMHSPs or PIHPs have programs and services in place for those  
14 individuals currently in those facilities and a plan for service  
15 provision for those individuals who would have been admitted to  
16 those facilities.

17       (2) All closures or consolidations are dependent upon adequate  
18 department-approved CMHSP and PIHP plans that include a discharge  
19 and aftercare plan for each individual currently in the facility. A  
20 discharge and aftercare plan shall address the individual's housing  
21 needs. A homeless shelter or similar temporary shelter arrangements  
22 are inadequate to meet the individual's housing needs.

23       (3) Four months after the certification of closure required in  
24 section 19(6) of the state employees' retirement act, 1943 PA 240,  
25 MCL 38.19, the department shall provide a closure plan to the house  
26 and senate appropriations subcommittees on community health and the  
27 state budget director.



1 (4) Upon the closure of state-run operations and after  
2 transitional costs have been paid, the remaining balances of funds  
3 appropriated for that operation shall be transferred to CMHSPs or  
4 PIHPs responsible for providing services for individuals previously  
5 served by the operations.

6 Sec. 606. The department may collect revenue for patient  
7 reimbursement from first- and third-party payers, including  
8 Medicaid and local county CMHSP payers, to cover the cost of  
9 placement in state hospitals and centers. The department is  
10 authorized to adjust financing sources for patient reimbursement  
11 based on actual revenues earned. If the revenue collected exceeds  
12 current year expenditures, the revenue may be carried forward with  
13 approval of the state budget director. The revenue carried forward  
14 shall be used as a first source of funds in the subsequent year.

15 Sec. 608. Effective October 1 of the current fiscal year, the  
16 department, in consultation with the department of technology,  
17 management, and budget, may maintain a bid process to identify 1 or  
18 more private contractors to provide food service and custodial  
19 services for the administrative areas at any state hospital  
20 identified by the department as capable of generating savings  
21 through the outsourcing of such services.

## 22 **PUBLIC HEALTH ADMINISTRATION**

23 Sec. 651. The department shall work with the Michigan health  
24 endowment fund corporation established pursuant to section 653 of  
25 the nonprofit health care corporation reform act, 1980 PA 350, MCL  
26 550.1653, to explore ways to expand health and wellness programs.



1           Sec. 654. From the funds appropriated in part 1 for health and  
2 wellness initiatives, \$1,000,000.00 shall be allocated for a school  
3 children's healthy exercise program to promote and advance physical  
4 health for school children in kindergarten through grade 8. The  
5 department shall recommend model programs for sites to implement  
6 that incorporate evidence-based best practices. The department  
7 shall grant no less than 1/2 of the funds appropriated in part 1  
8 for before- and after-school programs. The department shall  
9 establish guidelines for program sites, which may include schools,  
10 community-based organizations, private facilities, recreation  
11 centers, or other similar sites. The program format shall encourage  
12 local determination of site activities and shall encourage local  
13 inclusion of youth in the decision-making regarding site  
14 activities. Program goals shall include children experiencing  
15 improved physical health and access to physical activity  
16 opportunities, the reduction of obesity, providing a safe place to  
17 play and exercise, and nutrition education. To be eligible to  
18 participate, program sites shall provide a 20% match to the state  
19 funding, which may be provided in full, or in part, by a  
20 corporation, foundation, or private partner. The department shall  
21 seek financial support from corporate, foundation, or other private  
22 partners for the program or for individual program sites.

23 **HEALTH POLICY**

24           Sec. 712. From the funds appropriated in part 1 for primary  
25 care services, \$250,000.00 shall be allocated to free health  
26 clinics operating in the state. The department shall distribute the



1 funds equally to each free health clinic. For the purpose of this  
2 appropriation, "free health clinics" means nonprofit organizations  
3 that use volunteer health professionals to provide care to  
4 uninsured individuals.

5 Sec. 713. The department shall continue support of  
6 multicultural agencies that provide primary care services from the  
7 funds appropriated in part 1.

8 Sec. 715. The department shall continue to seek means to  
9 increase retention of Michigan medical school students for  
10 completion of their primary care residency requirements within this  
11 state and ultimately, for some period of time, to remain in this  
12 state and serve as primary care physicians. The department is  
13 encouraged to work with Michigan institutions of higher education.

14 Sec. 717. The department may award health innovation grants to  
15 address emerging issues and encourage cutting edge advances in  
16 health care including strategic partners in both the public and  
17 private sectors.

18 Sec. 718. (1) From the funds appropriated in part 1 for health  
19 policy administration, the department shall allocate the federal  
20 state innovation model grant funding that supports implementation  
21 of the health delivery system innovations detailed in this state's  
22 "Reinventing Michigan's Health Care System: Blueprint for Health  
23 Innovation" document. Over the next 4 years this initiative will  
24 test new payment methodologies, support improved population health  
25 outcomes, and support improved infrastructure for technology and  
26 data sharing and reporting. The funds will be used to provide  
27 financial support directly to regions participating in the model



1 test and to support statewide stakeholder guidance and technical  
2 support.

3 (2) Outcomes and performance measures for the initiative under  
4 subsection (1) include, but are not limited to, the following:

5 (a) Increasing the number of physician practices fulfilling  
6 patient-centered medical home functions.

7 (b) Reducing inappropriate health utilization, specifically  
8 reducing preventable emergency department visits, reducing the  
9 proportion of hospitalizations for ambulatory sensitive conditions,  
10 and reducing this state's 30-day hospital readmission rate.

11 (3) By March 1 and September 1 of the current fiscal year, the  
12 department shall submit a written report to the house and senate  
13 appropriations subcommittees on community health, the house and  
14 senate fiscal agencies, and the state budget office on the status  
15 of the program and progress made since the prior report.

## 16 **EPIDEMIOLOGY AND INFECTIOUS DISEASE**

17 Sec. 851. From the funds appropriated in part 1 for the  
18 healthy homes program, no less than \$1,750,000.00 shall be  
19 allocated for lead abatement of homes.

20 Sec. 852. The department shall implement a plan designed to  
21 improve Michigan's childhood and adolescent immunization rates. The  
22 department shall engage organizations working to provide  
23 immunizations and education about the value of vaccines, including,  
24 but not limited to, statewide organizations representing health  
25 care providers, local public health departments, child health  
26 interest groups, and private foundations with a mission to increase



1 immunization rates.

2 **LOCAL HEALTH ADMINISTRATION AND GRANTS**

3       Sec. 901. The amount appropriated in part 1 for implementation  
4 of the 1993 additions of or amendments to sections 9161, 16221,  
5 16226, 17014, 17015, and 17515 of the public health code, 1978 PA  
6 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015, and  
7 333.17515, shall be used to reimburse local health departments for  
8 costs incurred related to implementation of section 17015(18) of  
9 the public health code, 1978 PA 368, MCL 333.17015.

10       Sec. 902. If a county that has participated in a district  
11 health department or an associated arrangement with other local  
12 health departments takes action to cease to participate in such an  
13 arrangement after October 1 of the current fiscal year, the  
14 department shall have the authority to assess a penalty from the  
15 local health department's operational accounts in an amount equal  
16 to no more than 6.25% of the local health department's essential  
17 local public health services funding. This penalty shall only be  
18 assessed to the local county that requests the dissolution of the  
19 health department.

20       Sec. 904. (1) Funds appropriated in part 1 for essential local  
21 public health services shall be prospectively allocated to local  
22 health departments to support immunizations, infectious disease  
23 control, sexually transmitted disease control and prevention,  
24 hearing screening, vision services, food protection, public water  
25 supply, private groundwater supply, and on-site sewage management.  
26 Food protection shall be provided in consultation with the



1 department of agriculture and rural development. Public water  
2 supply, private groundwater supply, and on-site sewage management  
3 shall be provided in consultation with the department of  
4 environmental quality.

5 (2) Local public health departments shall be held to  
6 contractual standards for the services in subsection (1).

7 (3) Distributions in subsection (1) shall be made only to  
8 counties that maintain local spending in the current fiscal year of  
9 at least the amount expended in fiscal year 1992-1993 for the  
10 services described in subsection (1).

#### 11 **FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES**

12 Sec. 1103. By January 3 of the current fiscal year the  
13 department shall annually issue to the legislature, and to the  
14 public on the Internet, a report providing estimated public funds  
15 administered by the department for family planning, sexually  
16 transmitted infection prevention and treatment, and pregnancies and  
17 births, as well as demographics collected by the department as  
18 voluntarily self-reported by individuals utilizing those services.  
19 The department shall provide the actual expenditures by marital  
20 status or, where actual expenditures are not available, shall  
21 provide estimated expenditures by marital status. The department  
22 may utilize the DCH-1426 application for health coverage and help  
23 paying costs or any other official application for public  
24 assistance for medical coverage to determine the actual or  
25 estimated public expenditures based on marital status.

26 Sec. 1106. Each family planning program receiving federal



1 title X family planning funds under 42 USC 300 to 300a-8 shall be  
2 in compliance with all performance and quality assurance indicators  
3 that the office of population affairs within the United States  
4 Department of Health and Human Services specifies in the program  
5 guidelines for project grants for family planning services. An  
6 agency not in compliance with the indicators shall not receive  
7 supplemental or reallocated funds.

8       Sec. 1108. The department shall not use state restricted funds  
9 or state general funds appropriated in part 1 in the pregnancy  
10 prevention program or family planning local agreements  
11 appropriation line items for abortion counseling, referrals, or  
12 services.

13       Sec. 1109. (1) From the amounts appropriated in part 1 for  
14 dental programs, funds shall be allocated to the Michigan Dental  
15 Association for the administration of a volunteer dental program  
16 that provides dental services to the uninsured.

17       (2) Not later than December 1 of the current fiscal year, the  
18 department shall report to the senate and house appropriations  
19 subcommittees on community health and the senate and house standing  
20 committees on health policy the number of individual patients  
21 treated, number of procedures performed, and approximate total  
22 market value of those procedures from the immediately preceding  
23 fiscal year.

24       Sec. 1136. From the funds appropriated in part 1 for prenatal  
25 care outreach and service delivery support, \$50,000.00 shall be  
26 allocated for a pregnancy and parenting support services program,  
27 which program must promote childbirth, alternatives to abortion,



1 and grief counseling. The department shall establish a program with  
2 a qualified contractor that will contract with qualified service  
3 providers to provide free counseling, support, and referral  
4 services to eligible women during pregnancy through 12 months after  
5 birth. As appropriate, the goals for client outcomes shall include  
6 an increase in client support, an increase in childbirth choice, an  
7 increase in adoption knowledge, an improvement in parenting skills,  
8 and improved reproductive health through abstinence education. The  
9 contractor of the program shall provide for program training,  
10 client educational material, program marketing, and annual service  
11 provider site monitoring. The department shall submit a report to  
12 the house and senate appropriations subcommittees on community  
13 health and the house and senate fiscal agencies by April 1 of the  
14 current fiscal year on the number of clients served.

15 Sec. 1137. From the funds appropriated in part 1 for prenatal  
16 care outreach and service delivery support, not less than  
17 \$500,000.00 of funding shall be allocated for evidence-based  
18 programs to reduce infant mortality including nurse family  
19 partnership programs. The funds shall be used for enhanced support  
20 and education to nursing teams or other teams of qualified health  
21 professionals, client recruitment in areas designated as  
22 underserved for obstetrical and gynecological services and other  
23 high-need communities, strategic planning to expand and sustain  
24 programs, and marketing and communications of programs to raise  
25 awareness, engage stakeholders, and recruit nurses.

26 Sec. 1138. The department shall allocate funds appropriated in  
27 section 112 of part 1 for family, maternal, and children's health



1 services pursuant to section 1 of 2002 PA 360, MCL 333.1091.

2 Sec. 1139. The department shall continue to work jointly with  
3 the department of human services, the Michigan state housing  
4 development authority, and the joint task force established under  
5 article IV of 2014 PA 252 to review housing rehabilitation, energy  
6 and weatherization, and hazard abatement program policies and to  
7 make recommendations for integrating and coordinating project  
8 delivery with the goals of serving more families and achieving  
9 better outcomes by maximizing state and federal resources. The  
10 joint task force may provide recommendations to the departments.  
11 Recommendations of the joint task force must give consideration to  
12 best practices and cost effectiveness.

### 13 **WOMEN, INFANTS, AND CHILDREN FOOD AND NUTRITION PROGRAM**

14 Sec. 1151. For the women, infants, and children special  
15 supplemental food and nutrition program, the department shall make  
16 national brand products available if it is determined by the  
17 department that the price per unit is more cost effective and  
18 satisfies nutritional requirements of the federal program. The  
19 determination must be made during the biannual food authorization  
20 evaluation.

### 21 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

22 Sec. 1202. The department may do 1 or more of the following:

23 (a) Provide special formula for eligible clients with  
24 specified metabolic and allergic disorders.

25 (b) Provide medical care and treatment to eligible patients



1 with cystic fibrosis who are 21 years of age or older.

2 (c) Provide medical care and treatment to eligible patients  
3 with hereditary coagulation defects, commonly known as hemophilia,  
4 who are 21 years of age or older.

5 (d) Provide human growth hormone to eligible patients.

6 Sec. 1205. From the funds appropriated in part 1 for medical  
7 care and treatment, the department is authorized to spend those  
8 funds for the continued development and expansion of telemedicine  
9 capacity to allow families with children in the children's special  
10 health care services program to access specialty providers more  
11 readily and in a more timely manner.

## 12 **CRIME VICTIM SERVICES COMMISSION**

13 Sec. 1302. From the funds appropriated in part 1 for justice  
14 assistance grants, the department shall continue to support  
15 forensic nurse examiner programs to facilitate training for  
16 improved evidence collection for the prosecution of sexual assault.  
17 The funds shall be used for program coordination and training.

## 18 **OFFICE OF SERVICES TO THE AGING**

19 Sec. 1403. (1) By February 1 of the current fiscal year, the  
20 office of services to the aging shall require each region to report  
21 to the office of services to the aging and to the legislature home-  
22 delivered meals waiting lists based upon standard criteria.

23 Determining criteria shall include all of the following:

24 (a) The recipient's degree of frailty.

25 (b) The recipient's inability to prepare his or her own meals



1 safely.

2 (c) Whether the recipient has another care provider available.

3 (d) Any other qualifications normally necessary for the  
4 recipient to receive home-delivered meals.

5 (2) Data required in subsection (1) shall be recorded only for  
6 individuals who have applied for participation in the home-  
7 delivered meals program and who are initially determined as likely  
8 to be eligible for home-delivered meals.

9 Sec. 1417. The department shall provide to the senate and  
10 house appropriations subcommittees on community health, senate and  
11 house fiscal agencies, and state budget director a report by March  
12 30 of the current fiscal year that contains all of the following:

13 (a) The total allocation of state resources made to each area  
14 agency on aging by individual program and administration.

15 (b) Detail expenditure by each area agency on aging by  
16 individual program and administration including both state-funded  
17 resources and locally-funded resources.

18 Sec. 1421. From the funds appropriated in part 1 for community  
19 services, \$1,100,000.00 shall be allocated to area agencies on  
20 aging for locally determined needs.

## 21 **MEDICAL SERVICES ADMINISTRATION**

22 Sec. 1501. The unexpended funds appropriated in part 1 for the  
23 electronic health records incentive program are considered work  
24 project appropriations, and any unencumbered or unallotted funds  
25 are carried forward into the following fiscal year. The following  
26 is in compliance with section 451a(1) of the management and budget



1 act, 1984 PA 431, MCL 18.1451a:

2 (a) The purpose of the project to be carried forward is to  
3 implement the Medicaid electronic health record program that  
4 provides financial incentive payments to Medicaid health care  
5 providers to encourage the adoption and meaningful use of  
6 electronic health records to improve quality, increase efficiency,  
7 and promote safety.

8 (b) The projects will be accomplished according to the  
9 approved federal advanced planning document.

10 (c) The estimated cost of this project phase is identified in  
11 the appropriation line item.

12 (d) The tentative completion date for the work project is  
13 September 30, 2020.

14 Sec. 1503. From the funds appropriated in part 1 for Healthy  
15 Michigan plan administration, the department shall maintain an  
16 accounting structure within the Michigan administrative information  
17 network that will allow expenditures associated with the  
18 administration of the Healthy Michigan plan to be identified.

19 **MEDICAL SERVICES**

20 Sec. 1601. The cost of remedial services incurred by residents  
21 of licensed adult foster care homes and licensed homes for the aged  
22 shall be used in determining financial eligibility for the  
23 medically needy. Remedial services include basic self-care and  
24 rehabilitation training for a resident.

25 Sec. 1603. (1) The department may establish a program for  
26 individuals to purchase medical coverage at a rate determined by



1 the department.

2 (2) The department may receive and expend premiums for the  
3 buy-in of medical coverage in addition to the amounts appropriated  
4 in part 1.

5 (3) The premiums described in this section shall be classified  
6 as private funds.

7 Sec. 1605. The protected income level for Medicaid coverage  
8 determined pursuant to section 106(1)(b)(iii) of the social welfare  
9 act, 1939 PA 280, MCL 400.106, shall be 100% of the related public  
10 assistance standard.

11 Sec. 1606. For the purpose of guardian and conservator  
12 charges, the department may deduct up to \$60.00 per month as an  
13 allowable expense against a recipient's income when determining  
14 medical services eligibility and patient pay amounts.

15 Sec. 1607. (1) An applicant for Medicaid, whose qualifying  
16 condition is pregnancy, shall immediately be presumed to be  
17 eligible for Medicaid coverage unless the preponderance of evidence  
18 in her application indicates otherwise. The applicant who is  
19 qualified as described in this subsection shall be allowed to  
20 select or remain with the Medicaid participating obstetrician of  
21 her choice.

22 (2) An applicant qualified as described in subsection (1)  
23 shall be given a letter of authorization to receive Medicaid  
24 covered services related to her pregnancy. All qualifying  
25 applicants shall be entitled to receive all medically necessary  
26 obstetrical and prenatal care without preauthorization from a  
27 health plan. All claims submitted for payment for obstetrical and



1 prenatal care shall be paid at the Medicaid fee-for-service rate in  
2 the event a contract does not exist between the Medicaid  
3 participating obstetrical or prenatal care provider and the managed  
4 care plan. The applicant shall receive a listing of Medicaid  
5 physicians and managed care plans in the immediate vicinity of the  
6 applicant's residence.

7 (3) In the event that an applicant, presumed to be eligible  
8 pursuant to subsection (1), is subsequently found to be ineligible,  
9 a Medicaid physician or managed care plan that has been providing  
10 pregnancy services to an applicant under this section is entitled  
11 to reimbursement for those services until such time as they are  
12 notified by the department that the applicant was found to be  
13 ineligible for Medicaid.

14 (4) If the preponderance of evidence in an application  
15 indicates that the applicant is not eligible for Medicaid, the  
16 department shall refer that applicant to the nearest public health  
17 clinic or similar entity as a potential source for receiving  
18 pregnancy-related services.

19 (5) The department shall develop an enrollment process for  
20 pregnant women covered under this section that facilitates the  
21 selection of a managed care plan at the time of application.

22 (6) The department shall mandate enrollment of women, whose  
23 qualifying condition is pregnancy, into Medicaid managed care  
24 plans.

25 (7) The department shall encourage physicians to provide  
26 women, whose qualifying condition for Medicaid is pregnancy, with a  
27 referral to a Medicaid participating dentist at the first



1 pregnancy-related appointment.

2       Sec. 1611. (1) For care provided to medical services  
3 recipients with other third-party sources of payment, medical  
4 services reimbursement shall not exceed, in combination with such  
5 other resources, including Medicare, those amounts established for  
6 medical services-only patients. The medical services payment rate  
7 shall be accepted as payment in full. Other than an approved  
8 medical services co-payment, no portion of a provider's charge  
9 shall be billed to the recipient or any person acting on behalf of  
10 the recipient. Nothing in this section shall be considered to  
11 affect the level of payment from a third-party source other than  
12 the medical services program. The department shall require a  
13 nonenrolled provider to accept medical services payments as payment  
14 in full.

15       (2) Notwithstanding subsection (1), medical services  
16 reimbursement for hospital services provided to dual  
17 Medicare/medical services recipients with Medicare part B coverage  
18 only shall equal, when combined with payments for Medicare and  
19 other third-party resources, if any, those amounts established for  
20 medical services-only patients, including capital payments.

21       Sec. 1620. (1) For fee-for-service recipients who do not  
22 reside in nursing homes, the pharmaceutical dispensing fee shall be  
23 \$2.75 or the pharmacy's usual or customary cash charge, whichever  
24 is less. For nursing home residents, the pharmaceutical dispensing  
25 fee shall be \$3.00 or the pharmacy's usual or customary cash  
26 charge, whichever is less.

27       (2) The department shall require a prescription co-payment for



1 Medicaid recipients of \$1.00 for a generic drug and \$3.00 for a  
2 brand-name drug, except as prohibited by federal or state law or  
3 regulation.

4 Sec. 1625. The department and the contracted Medicaid health  
5 plans shall work together to successfully achieve the  
6 pharmaceutical formulary savings in part 1 through a mutually  
7 agreed upon developmental and implementation process. By March 1 of  
8 the current fiscal year, the department shall provide a report on  
9 the progress of the implementation to the house and senate  
10 appropriations subcommittees on community health and the house and  
11 senate fiscal agencies.

12 Sec. 1629. The department shall utilize maximum allowable cost  
13 pricing for generic drugs that is based on wholesaler pricing to  
14 providers that is available from at least 2 wholesalers who deliver  
15 in this state.

16 Sec. 1631. (1) The department shall require co-payments on  
17 dental, podiatric, and vision services provided to Medicaid  
18 recipients, except as prohibited by federal or state law or  
19 regulation.

20 (2) Except as otherwise prohibited by federal or state law or  
21 regulations, the department shall require Medicaid recipients to  
22 pay not less than the following co-payments:

23 (a) Two dollars for a physician office visit.

24 (b) Three dollars for a hospital emergency room visit.

25 (c) Fifty dollars for the first day of an inpatient hospital  
26 stay.

27 (d) One dollar for an outpatient hospital visit.



1           Sec. 1641. An institutional provider that is required to  
2 submit a cost report under the medical services program shall  
3 submit cost reports completed in full within 5 months after the end  
4 of its fiscal year.

5           Sec. 1657. (1) Reimbursement for medical services to screen  
6 and stabilize a Medicaid recipient, including stabilization of a  
7 psychiatric crisis, in a hospital emergency room shall not be made  
8 contingent on obtaining prior authorization from the recipient's  
9 HMO. If the recipient is discharged from the emergency room, the  
10 hospital shall notify the recipient's HMO within 24 hours of the  
11 diagnosis and treatment received.

12           (2) If the treating hospital determines that the recipient  
13 will require further medical service or hospitalization beyond the  
14 point of stabilization, that hospital shall receive authorization  
15 from the recipient's HMO prior to admitting the recipient.

16           (3) Subsections (1) and (2) do not require an alteration to an  
17 existing agreement between an HMO and its contracting hospitals and  
18 do not require an HMO to reimburse for services that are not  
19 considered to be medically necessary.

20           Sec. 1659. The following sections of this part are the only  
21 ones that shall apply to the following Medicaid managed care  
22 programs, including the comprehensive plan, MIChoice long-term care  
23 plan, and the mental health, substance use disorder, and  
24 developmentally disabled services program: 404, 411, 418, 428, 494,  
25 1607, 1625, 1657, 1662, 1699, 1764, 1820, 1881, and 1888.

26           Sec. 1662. (1) The department shall assure that an external  
27 quality review of each contracting HMO is performed that results in



1 an analysis and evaluation of aggregated information on quality,  
2 timeliness, and access to health care services that the HMO or its  
3 contractors furnish to Medicaid beneficiaries.

4 (2) The department shall require Medicaid HMOs to provide  
5 EPSDT utilization data through the encounter data system, and HEDIS  
6 well child health measures in accordance with the National  
7 Committee for Quality Assurance prescribed methodology.

8 (3) The department shall provide a copy of the analysis of the  
9 Medicaid HMO annual audited HEDIS reports and the annual external  
10 quality review report to the senate and house of representatives  
11 appropriations subcommittees on community health, the senate and  
12 house fiscal agencies, and the state budget director, within 30  
13 days of the department's receipt of the final reports from the  
14 contractors.

15 Sec. 1670. (1) The appropriation in part 1 for the MIChild  
16 program is to be used to provide comprehensive health care to all  
17 children under age 19 who reside in families with income at or  
18 below 212% of the federal poverty level, who are uninsured and have  
19 not had coverage by other comprehensive health insurance within 6  
20 months of making application for MIChild benefits, and who are  
21 residents of this state. The department shall develop detailed  
22 eligibility criteria through the medical services administration  
23 public concurrence process, consistent with the provisions of this  
24 part and part 1.

25 (2) The department may provide up to 1 year of continuous  
26 eligibility to children eligible for the MIChild program unless the  
27 family fails to pay the monthly premium, a child reaches age 19, or



1 the status of the children's family changes and its members no  
2 longer meet the eligibility criteria as specified in the federally  
3 approved MICHild state plan.

4 (3) Children whose category of eligibility changes between the  
5 Medicaid and MICHild programs shall be assured of keeping their  
6 current health care providers through the current prescribed course  
7 of treatment for up to 1 year, subject to periodic reviews by the  
8 department if the beneficiary has a serious medical condition and  
9 is undergoing active treatment for that condition.

10 (4) To be eligible for the MICHild program, a child must be  
11 residing in a family with an adjusted gross income of less than or  
12 equal to 212% of the federal poverty level. The department's  
13 verification policy shall be used to determine eligibility.

14 (5) The department shall contract with Medicaid health plans  
15 to provide physical health services to MICHild enrollees. The  
16 department may continue to obtain physical health services for  
17 MICHild enrollees from health maintenance organizations and  
18 preferred provider organizations currently under contract for  
19 whatever duration is needed as determined by the department. The  
20 department shall contractually require that health plans pay out-  
21 of-network providers at the department fee schedule. The department  
22 shall contract with qualified dental plans to provide dental  
23 coverage for MICHild enrollees.

24 (6) The department may enter into contracts to obtain certain  
25 MICHild services from community mental health service programs.

26 (7) The department may make payments on behalf of children  
27 enrolled in the MICHild program from the line-item appropriation



1 associated with the program as described in the MICHild state plan  
2 approved by the United States Department of Health and Human  
3 Services, or from other medical services.

4 (8) The department shall assure that an external quality  
5 review of each MICHild contractor, as described in subsection (5),  
6 is performed, which analyzes and evaluates the aggregated  
7 information on quality, timeliness, and access to health care  
8 services that the contractor furnished to MICHild beneficiaries.

9 (9) The department shall develop an automatic enrollment  
10 algorithm that is based on quality and performance factors.

11 (10) MICHild services shall include treatment for autism  
12 spectrum disorders as defined in the federally approved Medicaid  
13 state plan.

14 Sec. 1673. The department may establish premiums for MICHild  
15 eligible individuals in families with income at or below 212% of  
16 the federal poverty level. The monthly premiums shall be \$10.00 per  
17 month.

18 Sec. 1677. The MICHild program shall provide, at a minimum,  
19 all benefits available under the Michigan benchmark plan that are  
20 delivered through contracted providers and consistent with federal  
21 law, including, but not limited to, the following medically  
22 necessary services:

23 (a) Inpatient mental health services, other than substance use  
24 disorder treatment services, including services furnished in a  
25 state-operated mental hospital and residential or other 24-hour  
26 therapeutically planned structured services.

27 (b) Outpatient mental health services, other than substance



1 use disorder services, including services furnished in a state-  
2 operated mental hospital and community-based services.

3 (c) Durable medical equipment and prosthetic and orthotic  
4 devices.

5 (d) Dental services as outlined in the approved MICHild state  
6 plan.

7 (e) Substance use disorder treatment services that may include  
8 inpatient, outpatient, and residential substance use disorder  
9 treatment services.

10 (f) Care management services for mental health diagnoses.

11 (g) Physical therapy, occupational therapy, and services for  
12 individuals with speech, hearing, and language disorders.

13 (h) Emergency ambulance services.

14 Sec. 1682. (1) In addition to the appropriations in part 1,  
15 the department is authorized to receive and spend penalty money  
16 received as the result of noncompliance with medical services  
17 certification regulations. Penalty money, characterized as private  
18 funds, received by the department shall increase authorizations and  
19 allotments in the long-term care accounts.

20 (2) Any unexpended penalty money, at the end of the year,  
21 shall carry forward to the following year.

22 Sec. 1692. (1) The department is authorized to pursue  
23 reimbursement for eligible services provided in Michigan schools  
24 from the federal Medicaid program. The department and the state  
25 budget director are authorized to negotiate and enter into  
26 agreements, together with the department of education, with local  
27 and intermediate school districts regarding the sharing of federal



1 Medicaid services funds received for these services. The department  
2 is authorized to receive and disburse funds to participating school  
3 districts pursuant to such agreements and state and federal law.

4 (2) From the funds appropriated in part 1 for medical services  
5 school-based services payments, the department is authorized to do  
6 all of the following:

7 (a) Finance activities within the medical services  
8 administration related to this project.

9 (b) Reimburse participating school districts pursuant to the  
10 fund-sharing ratios negotiated in the state-local agreements  
11 authorized in subsection (1).

12 (c) Offset general fund costs associated with the medical  
13 services program.

14 Sec. 1693. The special Medicaid reimbursement appropriation in  
15 part 1 may be increased if the department submits a medical  
16 services state plan amendment pertaining to this line item at a  
17 level higher than the appropriation. The department is authorized  
18 to appropriately adjust financing sources in accordance with the  
19 increased appropriation.

20 Sec. 1694. From the funds appropriated in part 1 for special  
21 Medicaid reimbursement, \$386,700.00 of general fund/general purpose  
22 revenue and any associated federal match shall be distributed for  
23 poison control services to an academic health care system that  
24 includes a children's hospital that has a high indigent care  
25 volume.

26 Sec. 1699. (1) The department shall allocate \$45,000,000.00 in  
27 DSH funding using the distribution methodology used in fiscal year



1 2003-2004.

2 (2) By September 30 of the current fiscal year, the department  
3 shall report to the senate and house appropriations subcommittees  
4 on community health, the senate and house fiscal agencies, and the  
5 state budget office on the distribution of funding to each eligible  
6 hospital.

7 Sec. 1724. The department shall allow licensed pharmacies to  
8 purchase injectable drugs for the treatment of respiratory  
9 syncytial virus for shipment to physicians' offices to be  
10 administered to specific patients. If the affected patients are  
11 Medicaid eligible, the department shall reimburse pharmacies for  
12 the dispensing of the injectable drugs and reimburse physicians for  
13 the administration of the injectable drugs.

14 Sec. 1730. The department shall work with the department of  
15 education to evaluate the feasibility of including an assessment  
16 tool to promote literacy development of pregnant women and new  
17 mothers in the maternal infant health program.

18 Sec. 1735. The department shall work with ambulance providers  
19 to explore the feasibility of implementing a quality assurance  
20 assessment for ambulance providers.

21 Sec. 1757. The department shall direct the department of human  
22 services to obtain proof from all Medicaid recipients that they are  
23 legal United States citizens or otherwise legally residing in this  
24 country and that they are residents of this state before approving  
25 Medicaid eligibility.

26 Sec. 1764. The department shall provide a copy of the rate  
27 certification and approval of rates paid to Medicaid health plans



1 and specialty prepaid inpatient health plans within 5 business days  
2 after certification or approval to the house and senate  
3 appropriations subcommittees on community health and the house and  
4 senate fiscal agencies.

5       Sec. 1775. (1) By March 1 and September 1 of the current  
6 fiscal year, the department shall report to the senate and house  
7 appropriations subcommittees on community health, the senate and  
8 house fiscal agencies, and the state budget office on progress in  
9 implementing the waiver to implement managed care for individuals  
10 who are eligible for both Medicare and Medicaid, known as MI Health  
11 Link, including, but not limited to, a description of how the  
12 department intends to ensure that service delivery is integrated,  
13 how key components of the proposal are implemented effectively, and  
14 any problems and potential solutions as identified by the ombudsman  
15 described in subsection (2).

16       (2) The department shall ensure the existence of an ombudsman  
17 program that is not associated with any project service manager or  
18 provider to assist MI Health Link beneficiaries with navigating  
19 complaint and dispute resolution mechanisms and to identify  
20 problems in the demonstrations and in the complaint and dispute  
21 resolution mechanisms.

22       Sec. 1800. The department shall distribute the \$85,000,000.00  
23 Medicaid value disproportionate share hospital payment pool based  
24 on metrics utilized to determine value.

25       Sec. 1801. From the funds appropriated in part 1 for physician  
26 services and health plan services, the department shall use  
27 \$33,318,800.00 in general fund/general purpose plus associated



1 federal match to continue the increase to Medicaid rates for  
2 primary care services provided only by primary care providers. For  
3 the purpose of this section, a primary care provider is a  
4 physician, or a practitioner working under the personal supervision  
5 of a physician, who is board-eligible or certified with a specialty  
6 designation of family medicine, general internal medicine, or  
7 pediatric medicine, or a provider who provides the department with  
8 documentation of equivalency. Providers performing a service and  
9 whose primary practice is as a non-primary-care subspecialty is not  
10 eligible for the increase. The department shall establish policies  
11 that most effectively limit the increase to primary care providers  
12 for primary care services only.

13       Sec. 1802. From the funds appropriated in part 1, a lump-sum  
14 payment shall be made to hospitals that qualified for rural  
15 hospital access payments in fiscal year 2013-2014 and that provide  
16 obstetrical care in the current fiscal year. The payment shall be  
17 calculated as \$830.00 for each obstetrical care case payment and  
18 each newborn care case payment for all such cases billed by the  
19 qualified hospitals for fiscal year 2012-2013 and shall be paid  
20 through the Medicaid health plan hospital rate adjustment process  
21 by January 1 of the current fiscal year.

22       Sec. 1804. The department, in cooperation with the department  
23 of human services and the department of military and veterans  
24 affairs, shall work with the federal public assistance reporting  
25 information system to identify Medicaid recipients who are veterans  
26 and who may be eligible for federal veterans health care benefits  
27 or other benefits.



1           Sec. 1820. (1) In order to avoid duplication of efforts, the  
2 department shall utilize applicable national accreditation review  
3 criteria to determine compliance with corresponding state  
4 requirements for Medicaid health plans that have been reviewed and  
5 accredited by a national accrediting entity for health care  
6 services.

7           (2) The department shall continue to comply with state and  
8 federal law and shall not initiate an action that negatively  
9 impacts beneficiary safety.

10           (3) As used in this section, "national accrediting entity"  
11 means the National Committee for Quality Assurance, the URAC,  
12 formerly known as the Utilization Review Accreditation Commission,  
13 or other appropriate entity, as approved by the department.

14           (4) By July 1 of the current fiscal year, the department shall  
15 provide a progress report to the house and senate appropriations  
16 subcommittees on community health, the house and senate fiscal  
17 agencies, and the state budget office on implementation of this  
18 section.

19           Sec. 1837. The department shall continue, and expand where  
20 appropriate, utilization of telemedicine and telepsychiatry as  
21 strategies to increase access to services for Medicaid recipients  
22 in medically underserved areas.

23           Sec. 1842. (1) Subject to the availability of funds, the  
24 department shall adjust the hospital outpatient Medicaid  
25 reimbursement rate for qualifying hospitals as provided in this  
26 section. The Medicaid reimbursement rate for qualifying hospitals  
27 shall be adjusted to provide each qualifying hospital with its



1 actual cost of delivering outpatient services to Medicaid  
2 recipients.

3 (2) As used in this section, "qualifying hospital" means a  
4 hospital that has not more than 50 staffed beds and is either  
5 located outside a metropolitan statistical area or in a  
6 metropolitan statistical area but within a city, village, or  
7 township with a population of not more than 12,000 according to the  
8 official 2010 federal decennial census and within a county with a  
9 population of not more than 165,000 according to the official 2010  
10 federal decennial census.

11 Sec. 1846. From the funds appropriated in part 1 for graduate  
12 medical education, the department shall distribute the funds with  
13 an emphasis on the following health care workforce goals:

14 (a) The encouragement of the training of physicians in  
15 specialties, including primary care, that are necessary to meet the  
16 future needs of residents of this state.

17 (b) The training of physicians in settings that include  
18 ambulatory sites and rural locations.

19 Sec. 1861. The department shall encourage cooperation between  
20 the Medicaid managed care health plans and the nonprofit entities  
21 providing nonemergency transportation services to pilot a  
22 nonemergency transportation system in at least 2 counties with  
23 priority given to Berrien and Muskegon Counties.

24 Sec. 1862. From the funds appropriated in part 1, the  
25 department shall maintain payment rates for Medicaid obstetrical  
26 services at 95% of Medicare levels effective October 1, 2014.

27 Sec. 1866. (1) From the funds appropriated in part 1 for



1 hospital services and therapy, \$10,000,000.00 in general  
2 fund/general purpose revenue and any associated federal match shall  
3 be awarded to hospitals that meet criteria established by the  
4 department for services to low-income rural residents. One of the  
5 reimbursement components of the distribution formula shall be  
6 assistance with labor and delivery services.

7 (2) No hospital or hospital system shall receive more than  
8 10.0% of the total funding referenced in subsection (1).

9 (3) To allow hospitals to understand their rural payment  
10 amounts under this section, the department shall provide hospitals  
11 with the methodology for distribution under this section and  
12 provide each hospital with its applicable data that are used to  
13 determine the payment amounts by August 1 of the current fiscal  
14 year. The department shall publish the distribution of payments for  
15 the current fiscal year and the immediately preceding fiscal year.

16 (4) The department shall report to the senate and house  
17 appropriations subcommittees on community health and the senate and  
18 house fiscal agencies on the distribution of funds referenced in  
19 subsection (1) by April 1 of the current fiscal year.

20 Sec. 1870. It is the intent of the legislature that the  
21 department work in collaboration with Michigan-based medical  
22 schools that choose to participate in the creation of a graduate  
23 medical education consortium known as MIDocs. The purpose of MIDocs  
24 is to develop freestanding residency training programs in primary  
25 care and other ambulatory care-based specialties. MIDocs shall  
26 design residency training programs to address physician shortage  
27 needs in this state, including placing physicians post-residency in



1 underserved communities across this state. MIDocs shall give  
2 special consideration to small and rural hospitals with a GME  
3 program director. MIDocs' voting members will include any Michigan-  
4 based university with a medical school or an affiliated faculty  
5 practice physician group that is making a substantial contribution  
6 to MIDocs programs. The department shall be a permanent nonvoting  
7 member of MIDocs. The department, in collaboration with MIDocs  
8 voting members, may also appoint nonvoting members to MIDocs to  
9 represent various stakeholders. As the sponsoring institution and  
10 fiduciary, MIDocs shall assure initial and continued accreditation  
11 from the accreditation council for graduate medical education or  
12 ACGME, financial accountability, clinical quality, and compliance.  
13 The department shall require an annual report from MIDocs detailing  
14 per resident costs for medical training and clinical quality  
15 measures. The department shall create MIDocs no later than January  
16 10, 2015. MIDocs shall provide the department with a report  
17 proposing the creation of new residency programs and an actionable  
18 plan for retaining consortium related students post-residency,  
19 especially in underserved communities.

20       Sec. 1881. The department shall create a default eligibility  
21 and enrollment determination for newborns so that newborns are  
22 assigned to the same Medicaid health plan as the mother at the time  
23 of birth.

24       Sec. 1886. The department shall continue to work in  
25 conjunction with the workgroup established by the department of  
26 human services to determine how the state can maximize federal  
27 revenues for community-based and outpatient treatment services to



1 foster care children and adjudicated youths who are placed in  
2 community-based treatment programs. The department shall report to  
3 the senate and house appropriations subcommittees on community  
4 health, the senate and house fiscal agencies, the senate and house  
5 policy offices, and the state budget office by March 1 of the  
6 current fiscal year on the progress in implementing the  
7 recommendations of the workgroup.

8       Sec. 1888. The department shall establish contract performance  
9 standards associated with the capitation withhold provisions for  
10 Medicaid health plans at least 3 months in advance of the  
11 implementation of those standards. The determination of whether  
12 performance standards have been met shall be based primarily on  
13 recognized concepts such as 1-year continuous enrollment and the  
14 healthcare effectiveness data and information set, HEDIS, audited  
15 data.

16       Sec. 1890. From the funds appropriated in part 1 for  
17 pharmaceutical services, the department shall ensure Medicaid  
18 recipients access to breast pumps to support and encourage  
19 breastfeeding. The department shall adjust Medicaid policy to, at a  
20 minimum, provide an individual double electric style pump to a  
21 breastfeeding mother when a physician prescribes such a device  
22 based on diagnosis of mother or infant. If the distribution method  
23 for pumps or other equipment is a department contract with durable  
24 medical equipment providers, the department shall guarantee  
25 providers stock and rent to Medicaid recipients without delay or  
26 undue restriction.

27       Sec. 1894. (1) From the funds appropriated in part 1 for



1 dental services, the department shall expand the healthy kids  
2 dental program to children who have not yet reached the age of 9 in  
3 Kent, Oakland, and Wayne Counties. This program expansion will  
4 improve access to necessary dental services for Medicaid-enrolled  
5 children.

6 (2) Outcomes and performance measures for the initiative under  
7 subsection (1) include, but are not limited to, the following:

8 (a) The number of Medicaid-enrolled children under the age of  
9 9 in Kent, Oakland, and Wayne Counties who visited the dentist in  
10 the prior year.

11 (b) The number of dentists in Kent, Oakland, and Wayne  
12 Counties who will accept Medicaid payment for services to children.

13 (c) The change in dental utilization in Kent, Oakland, and  
14 Wayne Counties, before and after implementation.

15 (3) It is the intent of the legislature that the healthy kids  
16 dental program be expanded in the fiscal year ending September 30,  
17 2017 to cover additional children in Kent, Oakland, and Wayne  
18 Counties.

19 Sec. 1897. (1) From the funds appropriated in part 1, the  
20 department shall take steps to identify the performance of the  
21 Medicaid program on all diabetes-specific performance measures as  
22 measured by the National Committee for Quality Assurance and the  
23 URAC, formerly known as the Utilization Review Accreditation  
24 Commission. These steps shall include:

25 (a) Reviewing Medicaid claims information and data to  
26 determine the performance of the Medicaid program's fee for service  
27 and managed care plans for diabetes-specific and diabetes-related



1 measures as assessed by the National Committee for Quality  
2 assurance and the URAC over the past 5 years.

3 (b) Comparing the claims information and data to the national  
4 averages for diabetes-specific and diabetes-related measures as  
5 assessed by the National Committee for Quality Assurance and the  
6 URAC over the past 5 years.

7 (c) Identifying areas of strength and deficiencies for these  
8 measures specific to the Medicaid program.

9 (2) Upon request, the department shall make available a report  
10 on steps taken and proposed to improve National Committee for  
11 Quality Assurance and URAC measure scores for all forms of diabetes  
12 within the Medicaid program to the legislature.

13 Sec. 1899. From the funds appropriated in part 1 for personal  
14 care services, the department shall maintain the 6% rate increase  
15 for personal care services effective October 1, 2014.

16 **ONE-TIME BASIS ONLY APPROPRIATIONS**

17 Sec. 1902. (1) From the funds appropriated in part 1 for  
18 university autism programs, the department shall allocate funds to  
19 universities for programs to increase the number of applied  
20 behavioral analysis therapists in this state.

21 (2) Outcomes and performance measures for this initiative  
22 include the number of applied behavioral analysis therapists  
23 trained by recipient universities.

24 Sec. 1906. (1) The department may initiate pay for success  
25 pilot projects to identify and deliver services to improve outcomes  
26 and lower costs for government services in this state. From the



1 funds appropriated in part 1 for pay for success contracts, the  
2 department may initiate contracts with private and not-for-profit  
3 vendors, selected through a competitive bid process, to implement  
4 these pilot projects. Payments shall not be issued to funding  
5 intermediaries or vendors until contractual performance measures  
6 have been achieved and project savings have been confirmed by a  
7 third-party evaluator, certified by the department, and approved by  
8 the state budget director.

9 (2) Unexpended funds appropriated in part 1 for pay for  
10 success contracts are designated as work project appropriations,  
11 and any unencumbered or unallotted funds shall not lapse at the end  
12 of the fiscal year and shall be available for expenditures for the  
13 pay for success contracts under this section until the projects  
14 have been completed. All of the following are in compliance with  
15 section 451a of the management and budget act, 1984 PA 431, MCL  
16 18.1451a:

17 (a) The purpose of the projects is to coordinate cost-saving  
18 projects to the state with public-private partnerships.

19 (b) The projects will be carried out through contracts with  
20 private and not-for-profit vendors.

21 (c) The estimated cost of this work project is \$100.00.

22 (d) The estimated work project completion date is September  
23 30, 2020.

24 Sec. 1907. (1) From the funds appropriated in part 1 for drug  
25 policy initiatives, the department shall develop and begin  
26 implementation of a comprehensive plan that addresses the problem  
27 of drug abuse.



1 (2) Outcomes and performance measures for the new initiative  
2 under subsection (1) include, but are not limited to, the  
3 following:

4 (a) A decrease in the number of residents of this state aged  
5 12 and older who have experienced substance dependence or abuse in  
6 the past year.

7 (b) A decrease in the number of residents of this state who  
8 have engaged in the nonmedical use of pain relievers or engaged in  
9 binge alcohol use.

10 (c) A decrease in the number of residents of this state who  
11 suffered an overdose or death from the use of prescription drugs,  
12 alcohol, or an illegal drug, such as heroin.

13 PART 2A

14 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

15 FOR FISCAL YEAR 2016-2017

16 **GENERAL SECTIONS**

17 Sec. 2001. It is the intent of the legislature to provide  
18 appropriations for the fiscal year ending on September 30, 2017 for  
19 the line items listed in part 1. The fiscal year 2016-2017  
20 appropriations are anticipated to be the same as those for fiscal  
21 year 2015-2016, except that the line items will be adjusted for  
22 changes in caseload and related costs, federal fund match rates,  
23 economic factors, and available revenue. These adjustments will be  
24 determined after the January 2016 consensus revenue estimating



1 conference.

2 PART 2B  
3 PROVISIONS CONCERNING APPROPRIATIONS  
4 FOR FISCAL YEAR 2014-2015

5 **GENERAL SECTIONS**

6 Sec. 3001. Pursuant to section 30 of article IX of the state  
7 constitution of 1963, total state spending from state resources  
8 under part 1B for fiscal year 2014-2015 is \$0.00 and state spending  
9 from state resources to be paid to local units of government for  
10 fiscal year 2014-2015 is \$0.00.

11 Sec. 3002. The appropriations authorized under this part and  
12 part 1B are subject to the management and budget act, 1984 PA 431,  
13 MCL 18.1101 to 18.1594.

14 ARTICLE V  
15 DEPARTMENT OF CORRECTIONS  
16 PART 1  
17 LINE-ITEM APPROPRIATIONS

18 Sec. 101. There is appropriated for the department of  
19 corrections for the fiscal year ending September 30, 2016, from the  
20 following funds:

21 **DEPARTMENT OF CORRECTIONS**

22 APPROPRIATION SUMMARY

23 Average population ..... 44,997



1	Full-time equated unclassified positions .....	16.0	
2	Full-time equated classified positions .....	14,174.3	
3	GROSS APPROPRIATION .....		\$ 1,966,226,000
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers.....		225,000
7	ADJUSTED GROSS APPROPRIATION .....		\$ 1,966,001,000
8	Federal revenues:		
9	Total federal revenues .....		5,568,700
10	Special revenue funds:		
11	Total local revenues .....		8,533,200
12	Total private revenues .....		0
13	Total other state restricted revenues .....		42,950,700
14	State general fund/general purpose .....		\$ 1,908,948,400
15	<b>Sec. 102. EXECUTIVE</b>		
16	Full-time equated unclassified positions .....	16.0	
17	Full-time equated classified positions.....	20.0	
18	Unclassified positions--16.0 FTE positions .....		\$ 1,750,000
19	Executive direction--20.0 FTE positions .....		<u>4,127,100</u>
20	GROSS APPROPRIATION .....		\$ 5,877,100
21	Appropriated from:		
22	State general fund/general purpose .....		\$ 5,877,100
23	<b>Sec. 103. PRISONER REENTRY AND COMMUNITY SUPPORT</b>		
24	Full-time equated classified positions.....	339.4	
25	Prisoner reentry local service providers .....		\$ 13,208,600
26	Prisoner reentry MDOC programs .....		11,124,000
27	Prisoner reentry federal grants .....		250,000



1	Reentry services--67.0 FTE positions .....	14,391,700
2	Education program--272.4 FTE positions .....	35,852,400
3	Community corrections comprehensive plans and services	12,158,000
4	Felony drunk driver jail reduction and community	
5	treatment program.....	1,440,100
6	Residential services .....	<u>15,475,500</u>
7	GROSS APPROPRIATION .....	\$ 103,900,300
8	Appropriated from:	
9	Federal revenues:	
10	DOJ, prisoner reintegration .....	250,000
11	DED, vocational education equipment .....	152,200
12	DED-OESE, title 1 .....	899,400
13	DED-OVAE, adult education .....	353,400
14	DED-OSERS .....	115,200
15	DED, youthful offender/Specter grant .....	201,900
16	Special revenue funds:	
17	Program and special equipment fund .....	11,782,900
18	State general fund/general purpose .....	\$ 90,145,300
19	<b>Sec. 104. BUDGET AND OPERATIONS ADMINISTRATION</b>	
20	Full-time equated classified positions..... 172.0	
21	Budget and operations administration--172.0 FTE	
22	positions.....	\$ 21,946,100
23	New custody staff training .....	9,079,500
24	Compensatory buyout and union leave bank .....	100
25	Worker's compensation .....	16,500,000
26	Rent .....	2,349,100
27	Equipment and special maintenance .....	1,559,600



1	Administrative hearings officers .....	3,226,400
2	Judicial data warehouse user fees .....	50,000
3	Sheriffs' coordinating and training office .....	100,000
4	Prosecutorial and detainer expenses .....	5,001,000
5	County jail reimbursement program .....	<u>13,597,100</u>
6	GROSS APPROPRIATION .....	\$ 73,408,900
7	Appropriated from:	
8	Special revenue funds:	
9	Jail reimbursement program fund .....	5,900,000
10	Local corrections officer training fund .....	100,000
11	Correctional industries revolving fund .....	600,500
12	State general fund/general purpose .....	\$ 66,808,400
13	<b>Sec. 105. FIELD OPERATIONS ADMINISTRATION</b>	
14	Full-time equated classified positions .....	1,920.9
15	Field operations--1,887.9 FTE positions .....	\$ 208,458,800
16	Parole board operations--33.0 FTE positions .....	3,734,900
17	Parole/probation services .....	<u>940,000</u>
18	GROSS APPROPRIATION .....	\$ 213,133,700
19	Appropriated from:	
20	Special revenue funds:	
21	Local - community tether program reimbursement .....	200,900
22	Reentry center offender reimbursements .....	23,800
23	Parole and probation oversight fees .....	4,331,900
24	Parole and probation oversight fees set-aside .....	940,000
25	Tether program participant contributions .....	2,426,700
26	State general fund/general purpose .....	\$ 205,210,400
27	<b>Sec. 106. CORRECTIONAL FACILITIES ADMINISTRATION</b>	



1	Full-time equated classified positions .....	469.0	
2	Correctional facilities administration--22.0 FTE		
3	positions.....		\$ 6,259,000
4	Prison food service .....		52,558,900
5	Transportation--208.0 FTE positions .....		23,752,200
6	Central records--53.0 FTE positions .....		5,591,800
7	Inmate legal services .....		790,900
8	Housing inmates in federal institutions .....		511,000
9	Prison store operations--63.0 FTE positions .....		5,649,200
10	Prison industries operations--123.0 FTE positions ....		9,977,900
11	Federal school lunch program .....		812,800
12	Leased beds and alternatives to leased beds .....		5,150,000
13	Cost-effective housing initiative .....		100
14	Inmate housing fund .....		<u>100</u>
15	GROSS APPROPRIATION .....		\$ 111,053,900
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG-MDHS, Maxey/Woodland Center food service .....		225,000
19	Federal revenues:		
20	DAG-FNS, national school lunch .....		812,800
21	DOJ-BOP, federal prisoner reimbursement .....		411,000
22	DOJ, prison rape elimination act grant .....		659,500
23	SSA-SSI, incentive payment .....		268,000
24	Special revenue funds:		
25	Correctional industries revolving fund .....		9,977,900
26	Resident stores .....		5,649,200
27	State general fund/general purpose .....		\$ 93,050,500



<b>1</b>	<b>Sec. 107. HEALTH CARE</b>		
<b>2</b>	Full-time equated classified positions .....	1,484.9	
<b>3</b>	Clinical and mental health services and support--		
<b>4</b>	1,461.9 FTE positions .....		\$ 209,665,900
<b>5</b>	Prisoner health care services .....		75,180,400
<b>6</b>	Vaccination program .....		691,200
<b>7</b>	Interdepartmental grant to human services, eligibility		
<b>8</b>	specialists.....		100,000
<b>9</b>	Substance abuse testing and treatment services--11.0		
<b>10</b>	FTE positions.....		21,791,300
<b>11</b>	Healthy Michigan plan administration--12.0 FTE		
<b>12</b>	positions.....		<u>1,076,000</u>
<b>13</b>	GROSS APPROPRIATION .....		\$ 308,504,800
<b>14</b>	Appropriated from:		
<b>15</b>	Federal revenues:		
<b>16</b>	Federal revenues and reimbursements .....		247,900
<b>17</b>	DOJ, office of justice programs, RSAT .....		185,400
<b>18</b>	Special revenue funds:		
<b>19</b>	Prisoner health care copayments .....		252,700
<b>20</b>	State general fund/general purpose .....		\$ 307,818,800
<b>21</b>	<b>Sec. 108. CORRECTIONAL FACILITIES</b>		
<b>22</b>	Average population.....	44,997	
<b>23</b>	Full-time equated classified positions .....	9,768.1	
<b>24</b>	Alger Correctional Facility - Munising--260.2 FTE		
<b>25</b>	positions.....		\$ 29,943,600
<b>26</b>	Baraga Correctional Facility - Baraga--295.8 FTE		
<b>27</b>	positions.....		34,636,600



1	Bellamy Creek Correctional Facility - Ionia--389.2 FTE	
2	positions.....	42,754,300
3	Earnest C. Brooks Correctional Facility - Muskegon--	
4	442.9 FTE positions.....	49,684,800
5	Carson City Correctional Facility - Carson City--424.4	
6	FTE positions.....	47,371,800
7	Central Michigan Correctional Facility - St. Louis--	
8	391.6 FTE positions.....	45,566,600
9	Chippewa Correctional Facility - Kincheloe--435.1 FTE	
10	positions.....	49,228,800
11	Cooper Street Correctional Facility - Jackson--260.1	
12	FTE positions.....	28,733,600
13	G. Robert Cotton Correctional Facility - Jackson--	
14	390.1 FTE positions.....	43,194,100
15	Detroit Detention Center--63.1 FTE positions .....	8,332,300
16	Detroit Reentry Center--215.6 FTE positions .....	26,772,500
17	Charles E. Egeler Correctional Facility - Jackson--	
18	373.7 FTE positions.....	43,926,700
19	Richard A. Handlon Correctional Facility - Ionia--	
20	251.7 FTE positions.....	29,037,900
21	Gus Harrison Correctional Facility - Adrian--441.6 FTE	
22	positions.....	48,151,300
23	Ionia Correctional Facility - Ionia--285.8 FTE	
24	positions.....	32,910,300
25	Kinross Correctional Facility - Kincheloe--323.8 FTE	
26	positions.....	35,662,100
27	Lakeland Correctional Facility - Coldwater--280.5 FTE	



1	positions.....	32,637,200
2	Macomb Correctional Facility - New Haven--294.8 FTE	
3	positions.....	33,853,600
4	Marquette Branch Prison - Marquette--321.7 FTE	
5	positions.....	38,368,400
6	Michigan Reformatory - Ionia--310.7 FTE positions ....	34,564,800
7	Muskegon Correctional Facility - Muskegon--205.0 FTE	
8	positions.....	24,325,000
9	Newberry Correctional Facility - Newberry--200.1 FTE	
10	positions.....	23,800,300
11	Oaks Correctional Facility - Eastlake--290.4 FTE	
12	positions.....	33,349,500
13	Ojibway Correctional Facility - Marenisco--203.1 FTE	
14	positions.....	22,938,500
15	Parnall Correctional Facility - Jackson--258.0 FTE	
16	positions.....	27,508,600
17	Pugsley Correctional Facility - Kingsley--209.9 FTE	
18	positions.....	24,354,900
19	Saginaw Correctional Facility - Freeland--274.9 FTE	
20	positions.....	32,184,500
21	Special alternative incarceration program (Camp	
22	Cassidy Lake)--119.0 FTE positions .....	13,431,500
23	St. Louis Correctional Facility - St. Louis--303.6 FTE	
24	positions.....	35,827,900
25	Thumb Correctional Facility - Lapeer--284.4 FTE	
26	positions.....	32,340,300
27	Womens Huron Valley Correctional Complex - Ypsilanti--	



1	501.9 FTE positions.....	58,003,600
2	Woodland Correctional Facility - Whitmore Lake--285.4	
3	FTE positions.....	32,617,900
4	Northern region administration and support--48.0 FTE	
5	positions.....	4,325,700
6	Southern region administration and support--132.0 FTE	
7	positions.....	<u>24,607,000</u>
8	GROSS APPROPRIATION .....	\$ 1,124,946,500
9	Appropriated from:	
10	Federal revenues:	
11	DOJ, state criminal alien assistance program .....	1,012,000
12	Special revenue funds:	
13	Local revenues .....	8,332,300
14	State restricted revenues and reimbursements .....	99,800
15	State general fund/general purpose .....	\$ 1,115,502,400
16	<b>Sec. 109. INFORMATION TECHNOLOGY</b>	
17	Information technology services and projects .....	\$ <u>25,400,800</u>
18	GROSS APPROPRIATION .....	\$ 25,400,800
19	Appropriated from:	
20	Special revenue funds:	
21	Correctional industries revolving fund .....	175,800
22	Parole and probation oversight fees set-aside .....	689,500
23	State general fund/general purpose .....	\$ 24,535,500

24 PART 2  
 25 PROVISIONS CONCERNING APPROPRIATIONS



FOR FISCAL YEAR 2015-2016

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**GENERAL SECTIONS**

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2015-2016 is \$1,951,899,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$109,723,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF CORRECTIONS

Field operations - assumption of county probation staff.....	\$ 60,402,900
Community corrections comprehensive plans and services.....	12,158,000
Reentry services - intensive detention reentry program	1,500,000
Residential services .....	15,475,500
County jail reimbursement program .....	13,597,100
Felony drunk driver jail reduction and community treatment program.....	1,440,100
Leased beds and alternatives to leased beds .....	<u>5,150,000</u>
TOTAL.....	\$ 109,723,600

Sec. 202. The appropriations authorized under this part and part 1 are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 203. As used in this part and part 1:

(a) "Administrative segregation" means confinement for maintenance of order or discipline to a cell or room apart from



1 accommodations provided for inmates who are participating in  
2 programs of the facility.

3 (b) "Cost per prisoner" means the sum total of the funds  
4 appropriated under part 1 for the following, divided by the  
5 projected prisoner population in fiscal year 2015-2016:

6 (i) Correctional facilities.

7 (ii) Northern and southern region administration and support.

8 (iii) Clinical and mental health services and support.

9 (iv) Prisoner health care services.

10 (v) Vaccination program.

11 (vi) Prison food service and federal school lunch program.

12 (vii) Transportation.

13 (viii) Inmate legal services.

14 (ix) Correctional facilities administration.

15 (x) Central records.

16 (xi) Worker's compensation.

17 (xii) New custody staff training.

18 (xiii) Prison store operations.

19 (xiv) Education program.

20 (c) "DAG" means the United States Department of Agriculture.

21 (d) "DAG-FNS" means the DAG Food and Nutrition Service.

22 (e) "DED" means the United States Department of Education.

23 (f) "DED-OESE" means the DED Office of Elementary and  
24 Secondary Education.

25 (g) "DED-OSERS" means the DED Office of Special Education and  
26 Rehabilitative Services.

27 (h) "DED-OVAE" means the DED Office of Vocational and Adult



1 Education.

2 (i) "Department" or "MDOC" means the Michigan department of  
3 corrections.

4 (j) "DOJ" means the United States Department of Justice.

5 (k) "DOJ-BOP" means the DOJ Bureau of Prisons.

6 (l) "DOJ-OJP" means the DOJ Office of Justice Programs.

7 (m) "Evidence-based practices" or "EBP" means a decision-  
8 making process that integrates the best available research,  
9 clinician expertise, and client characteristics.

10 (n) "FTE" means full-time equated.

11 (o) "GED" means general educational development certificate.

12 (p) "Goal" means the intended or projected result of a  
13 comprehensive corrections plan or community corrections program to  
14 reduce repeat offending, criminogenic and high-risk behaviors,  
15 prison commitment rates, to reduce the length of stay in a jail, or  
16 to improve the utilization of a jail.

17 (q) "IDG" means interdepartmental grant.

18 (r) "Jail" means a facility operated by a local unit of  
19 government for the physical detention and correction of persons  
20 charged with or convicted of criminal offenses.

21 (s) "MDCH" means the Michigan department of community health.

22 (t) "MDHS" means the Michigan department of human services.

23 (u) "MDSP" means the Michigan department of state police.

24 (v) "Medicaid benefit" means a benefit paid or payable under a  
25 program for medical assistance under the social welfare act, 1939  
26 PA 280, MCL 400.1 to 400.119b.

27 (w) "Objective risk and needs assessment" means an evaluation



1 of an offender's criminal history; the offender's noncriminal  
2 history; and any other factors relevant to the risk the offender  
3 would present to the public safety, including, but not limited to,  
4 having demonstrated a pattern of violent behavior, and a criminal  
5 record that indicates a pattern of violent offenses.

6 (x) "Offender eligibility criteria" means particular criminal  
7 violations, state felony sentencing guidelines descriptors, and  
8 offender characteristics developed by advisory boards and approved  
9 by local units of government that identify the offenders suitable  
10 for community corrections programs funded through the office of  
11 community corrections.

12 (y) "Offender success" means that an offender has, with the  
13 support of the community, intervention of the field agent, and  
14 benefit of any participation in programs and treatment, made an  
15 adjustment while at liberty in the community such that he or she  
16 has not been sentenced to or returned to prison for the conviction  
17 of a new crime or the revocation of probation or parole.

18 (z) "Offender target population" means felons or misdemeanants  
19 who would likely be sentenced to imprisonment in a state  
20 correctional facility or jail, who would not likely increase the  
21 risk to the public safety based on an objective risk and needs  
22 assessment that indicates that the offender can be safely treated  
23 and supervised in the community.

24 (aa) "Offender who would likely be sentenced to imprisonment"  
25 means either of the following:

26 (i) A felon or misdemeanor who receives a sentencing  
27 disposition that appears to be in place of incarceration in a state



1 correctional facility or jail, according to historical local  
2 sentencing patterns.

3 (ii) A currently incarcerated felon or misdemeanor who is  
4 granted early release from incarceration to a community corrections  
5 program or who is granted early release from incarceration as a  
6 result of a community corrections program.

7 (bb) "Programmatic success" means that the department program  
8 or initiative has ensured that the offender has accomplished all of  
9 the following:

10 (i) Obtained employment, has enrolled or participated in a  
11 program of education or job training, or has investigated all bona  
12 fide employment opportunities.

13 (ii) Obtained housing.

14 (iii) Obtained a state identification card.

15 (cc) "Recidivism" means the return of an individual to prison  
16 within 3 years after he or she is released either with a new  
17 sentence to prison or as a technical violator of parole conditions.

18 (dd) "RSAT" means residential substance abuse treatment.

19 (ee) "Serious emotional disturbance" means that term as  
20 defined in section 100d(2) of the mental health code, 1974 PA 328,  
21 MCL 330.1100d.

22 (ff) "Serious mental illness" means that term as defined in  
23 section 100d(3) of the mental health code, 1974 PA 328, MCL  
24 330.1100d.

25 (gg) "SSA" means the United States Social Security  
26 Administration.

27 (hh) "SSA-SSI" means SSA supplemental security income.



1           Sec. 206. The department shall not take disciplinary action  
2 against an employee or a prisoner for communicating with a member  
3 of the legislature or his or her staff.

4           Sec. 208. The department shall use the Internet to fulfill the  
5 reporting requirements of this part. This requirement may include  
6 transmission of reports via electronic mail to the recipients  
7 identified for each reporting requirement or it may include  
8 placement of reports on an Internet or intranet site.

9           Sec. 209. Funds appropriated in part 1 shall not be used for  
10 the purchase of foreign goods or services, or both, if  
11 competitively priced and of comparable quality American goods or  
12 services, or both, are available. Preference shall be given to  
13 goods or services, or both, manufactured or provided by Michigan  
14 businesses, if they are competitively priced and of comparable  
15 quality. In addition, preference should be given to goods or  
16 services, or both, that are manufactured or provided by Michigan  
17 businesses owned and operated by veterans, if they are  
18 competitively priced and of comparable quality.

19           Sec. 211. The department may charge fees and collect revenues  
20 in excess of appropriations in part 1 not to exceed the cost of  
21 offender services and programming, employee meals, parolee loans,  
22 academic/vocational services, custody escorts, compassionate  
23 visits, union steward activities, and public works programs and  
24 services provided to local units of government or private nonprofit  
25 organizations. The revenues and fees collected are appropriated for  
26 all expenses associated with these services and activities.

27           Sec. 214. The department shall receive and retain copies of



1 all reports funded from appropriations in part 1. Federal and state  
2 guidelines for short-term and long-term retention of records shall  
3 be followed. The department may electronically retain copies of  
4 reports unless otherwise required by federal and state guidelines.

5       Sec. 216. The department shall prepare a report on out-of-  
6 state travel expenses not later than January 1 of each year. The  
7 travel report shall be a listing of all travel by classified and  
8 unclassified employees outside this state in the immediately  
9 preceding fiscal year that was funded in whole or in part with  
10 funds appropriated in the department's budget. The report shall be  
11 submitted to the senate and house standing committees on  
12 appropriations, the senate and house fiscal agencies, and the state  
13 budget director. The report shall include the following  
14 information:

15       (a) The dates of each travel occurrence.

16       (b) The total transportation and related costs of each travel  
17 occurrence, including the proportion funded with state general  
18 fund/general purpose revenues, the proportion funded with state  
19 restricted revenues, the proportion funded with federal revenues,  
20 and the proportion funded with other revenues.

21       Sec. 219. (1) Any contract for prisoner telephone services  
22 entered into after the effective date of this section shall include  
23 a condition that fee schedules for prisoner telephone calls,  
24 including rates and any surcharges other than those necessary to  
25 meet program costs, be the same as fee schedules for calls placed  
26 from outside of correctional facilities.

27       (2) Revenues appropriated and collected for program and



1 special equipment funds shall be considered state restricted  
2 revenue. The revenue shall be used for prisoner programming.  
3 Unexpended funds remaining at the close of the fiscal year shall  
4 not lapse to the general fund but shall be carried forward and be  
5 available for appropriation in subsequent fiscal years.

6 (3) The department shall submit a report to the senate and  
7 house appropriations subcommittees on corrections, the senate and  
8 house fiscal agencies, the legislative corrections ombudsman, and  
9 the state budget director by February 1 outlining revenues and  
10 expenditures from program and special equipment funds. The report  
11 shall include all of the following:

12 (a) Amounts expended and purpose of expenditures in the  
13 immediately preceding fiscal year.

14 (b) Plans for expenditures and purpose of planned expenditures  
15 during the current fiscal year.

16 (c) A review of expenditures and purpose of expenditures  
17 planned for future fiscal years.

18 Sec. 220. Not later than November 30, the state budget office  
19 shall prepare and transmit a report that provides for estimates of  
20 the total general fund/general purpose appropriation lapses at the  
21 close of the fiscal year. This report shall summarize the projected  
22 year-end general fund/general purpose appropriation lapses by major  
23 departmental program or program areas. The report shall be  
24 transmitted to the chairpersons of the senate and house of  
25 representatives standing committees on appropriations and the  
26 senate and house fiscal agencies.

27 Sec. 221. The department shall cooperate with the department



1 of technology, management, and budget to maintain a searchable  
2 website accessible by the public at no cost that includes, but is  
3 not limited to, all of the following for the department:

4 (a) Fiscal year-to-date expenditures by category.

5 (b) Fiscal year-to-date expenditures by appropriation unit.

6 (c) Fiscal year-to-date payments to a selected vendor,  
7 including the vendor name, payment date, payment amount, and  
8 payment description.

9 (d) The number of active department employees by job  
10 classification.

11 (e) Job specifications and wage rates.

12 Sec. 223. (1) In addition to the funds appropriated in part 1,  
13 there is appropriated an amount not to exceed \$10,000,000.00 for  
14 federal contingency funds. These funds are not available for  
15 expenditure until they have been transferred to another line item  
16 in part 1 under section 393(2) of the management and budget act,  
17 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is  
19 appropriated an amount not to exceed \$5,000,000.00 for state  
20 restricted contingency funds. These funds are not available for  
21 expenditure until they have been transferred to another line item  
22 in part 1 under section 393(2) of the management and budget act,  
23 1984 PA 431, MCL 18.1393.

24 (3) In addition to the funds appropriated in part 1, there is  
25 appropriated an amount not to exceed \$2,000,000.00 for local  
26 contingency funds. These funds are not available for expenditure  
27 until they have been transferred to another line item in part 1



1 under section 393(2) of the management and budget act, 1984 PA 431,  
2 MCL 18.1393.

3 (4) In addition to the funds appropriated in part 1, there is  
4 appropriated an amount not to exceed \$2,000,000.00 for private  
5 contingency funds. These funds are not available for expenditure  
6 until they have been transferred to another line item in part 1  
7 under section 393(2) of the management and budget act, 1984 PA 431,  
8 MCL 18.1393.

9 Sec. 229. Within 14 days after the release of the executive  
10 budget recommendation, the department shall cooperate with the  
11 state budget office to provide the chairpersons of the senate and  
12 house appropriations committees, the chairpersons of the senate and  
13 house appropriations subcommittees on corrections, and the senate  
14 and house fiscal agencies with an annual report on estimated state  
15 restricted fund balances, state restricted fund projected revenues,  
16 and state restricted fund expenditures for the fiscal years ending  
17 September 30, 2015 and September 30, 2016.

18 Sec. 230. Funds appropriated in part 1 shall not be used by  
19 the department to hire a person to provide legal services that are  
20 the responsibility of the attorney general. This prohibition does  
21 not apply to legal services for bonding activities and for those  
22 outside services that the attorney general authorizes.

23 Sec. 231. The department shall maintain, on a publicly  
24 accessible website, a department scorecard that identifies, tracks,  
25 and regularly updates key metrics that are used to monitor and  
26 improve the department's performance.

27 Sec. 239. It is the intent of the legislature that the



1 department establish and maintain a management-to-staff ratio of  
2 not more than 1 supervisor for each 8 employees at the department's  
3 central office in Lansing and at both the northern and southern  
4 region administration offices.

5       Sec. 246. Total authorized appropriations from all sources  
6 under part 1 for legacy costs for the fiscal year ending September  
7 30, 2016 are \$332,330,600.00. From this amount, total department  
8 appropriations for pension-related legacy costs are estimated at  
9 \$188,628,700.00. Total department appropriations for retiree health  
10 care legacy costs are estimated at \$143,701,900.00.

11       Sec. 247. (1) For each new program or program expansion for  
12 which funds in excess of \$500,000.00 are appropriated in part 1,  
13 the department shall identify specific benchmarks intended to  
14 measure the performance or return on taxpayer investment of the  
15 program and its associated expenditures.

16       (2) By November 1, the department shall report the proposed  
17 benchmarks to the senate and house appropriations subcommittees on  
18 corrections, to the senate and house fiscal agencies, and to the  
19 state budget director.

20       (3) The department shall provide an update on its progress in  
21 achieving those benchmarks at an appropriations subcommittee  
22 meeting called for the purpose of discussing benchmarks and their  
23 status.

24       (4) It is the intent of the legislature that, beginning with  
25 the budget for the fiscal year ending September 30, 2016, any  
26 proposal for a new program or an expansion of an existing program  
27 in excess of \$500,000.00 initiated by the executive branch or the



1 legislature shall include, as part of the original proposal or  
2 budget request, a list of benchmarks intended to measure the  
3 performance or return on taxpayer investment of the program or  
4 spending increase.

5 **EXECUTIVE**

6       Sec. 301. For 3 years after a felony offender is released from  
7 the department's jurisdiction, the department shall maintain the  
8 offender's file on the offender tracking information system and  
9 make it publicly accessible in the same manner as the file of the  
10 current offender. However, the department shall immediately remove  
11 the offender's file from the offender tracking information system  
12 upon determination that the offender was wrongfully convicted and  
13 the offender's file is not otherwise required to be maintained on  
14 the offender tracking information system.

15 **PRISONER REENTRY AND COMMUNITY SUPPORT**

16       Sec. 401. The department shall submit 3-year and 5-year prison  
17 population projection updates concurrent with submission of the  
18 executive budget to the senate and house appropriations  
19 subcommittees on corrections, the legislative corrections  
20 ombudsman, the senate and house fiscal agencies, and the state  
21 budget director. The report shall include explanations of the  
22 methodology and assumptions used in developing the projection  
23 updates.

24       Sec. 402. By March 1, the department shall provide a report on  
25 prisoner reentry expenditures and allocations to the members of the



1 senate and house appropriations subcommittees on corrections, the  
2 legislative corrections ombudsman, the senate and house fiscal  
3 agencies, and the state budget director. At a minimum, the report  
4 shall include information on both of the following:

5 (a) Details on prior-year expenditures, including amounts  
6 spent on each project funded, itemized by service provided and  
7 service provider.

8 (b) Allocations and planned expenditures for each project  
9 funded and for each project to be funded, itemized by service to be  
10 provided and service provider. The department shall provide an  
11 amended report quarterly, if any revisions to allocations or  
12 planned expenditures occurred during that quarter.

13 Sec. 405. By March 1, the department shall report to the  
14 senate and house appropriations subcommittees on corrections, the  
15 legislative corrections ombudsman, the senate and house fiscal  
16 agencies, and the state budget director on substance abuse testing  
17 and treatment program objectives, outcome measures, and results,  
18 including program impact on offender success and programmatic  
19 success.

20 Sec. 407. (1) By June 30, the department shall place the  
21 statistical report from the immediately preceding calendar year on  
22 an Internet site. The statistical report shall include, but not be  
23 limited to, the information as provided in the 2004 statistical  
24 report.

25 (2) It is the intent of the legislature that the statistical  
26 report be placed on an Internet site within 6 months after the end  
27 of each calendar year.



1           Sec. 408. The department shall measure the recidivism rates of  
2 offenders.

3           Sec. 410. (1) The funds included in part 1 for community  
4 corrections comprehensive plans and services are to encourage the  
5 development through technical assistance grants, implementation,  
6 and operation of community corrections programs that enhance  
7 offender success and that also may serve as an alternative to  
8 incarceration in a state facility or jail. The comprehensive  
9 corrections plans shall include an explanation of how the public  
10 safety will be maintained, the goals for the local jurisdiction,  
11 offender target populations intended to be affected, offender  
12 eligibility criteria for purposes outlined in the plan, and how the  
13 plans will meet the following objectives, consistent with section  
14 8(4) of the community corrections act, 1988 PA 511, MCL 791.408:

15           (a) Reduce admissions to prison of offenders who would likely  
16 be sentenced to imprisonment, including probation violators.

17           (b) Improve the appropriate utilization of jail facilities,  
18 the first priority of which is to open jail beds intended to house  
19 otherwise prison-bound felons, and the second priority being to  
20 appropriately utilize jail beds so that jail crowding does not  
21 occur.

22           (c) Open jail beds through the increase of pretrial release  
23 options.

24           (d) Reduce the readmission to prison of parole violators.

25           (e) Reduce the admission or readmission to prison of  
26 offenders, including probation violators and parole violators, for  
27 substance abuse violations.



1 (f) Contribute to offender success.

2 (2) The award of community corrections comprehensive plans and  
3 residential services funds shall be based on criteria that include,  
4 but are not limited to, the prison commitment rate by category of  
5 offenders, trends in prison commitment rates and jail utilization,  
6 historical trends in community corrections program capacity and  
7 program utilization, and the projected impact and outcome of annual  
8 policies and procedures of programs on offender success, prison  
9 commitment rates, and jail utilization.

10 (3) Funds awarded for residential services in part 1 shall  
11 provide for a per diem reimbursement of not more than \$47.50 for  
12 nonaccredited facilities, or of not more than \$48.50 for facilities  
13 that have been accredited by the American Corrections Association  
14 or a similar organization as approved by the department.

15 Sec. 414. (1) The department shall administer a county jail  
16 reimbursement program from the funds appropriated in part 1 for the  
17 purpose of reimbursing counties for housing in jails certain felons  
18 who otherwise would have been sentenced to prison.

19 (2) The county jail reimbursement program shall reimburse  
20 counties for convicted felons in the custody of the sheriff if the  
21 conviction was for a crime committed on or after January 1, 1999  
22 and 1 of the following applies:

23 (a) The felon's sentencing guidelines recommended range upper  
24 limit is more than 18 months, the felon's sentencing guidelines  
25 recommended range lower limit is 12 months or less, the felon's  
26 prior record variable score is 35 or more points, and the felon's  
27 sentence is not for commission of a crime in crime class G or crime



1 class H or a nonperson crime in crime class F under chapter XVII of  
2 the code of criminal procedure, 1927 PA 175, MCL 777.1 to 777.69.

3 (b) The felon's minimum sentencing guidelines range minimum is  
4 more than 12 months under the sentencing guidelines described in  
5 subdivision (a).

6 (c) The felon was sentenced to jail for a felony committed  
7 while he or she was on parole and under the jurisdiction of the  
8 parole board and for which the sentencing guidelines recommended  
9 range for the minimum sentence has an upper limit of more than 18  
10 months.

11 (3) State reimbursement under this subsection shall be \$60.00  
12 per diem per diverted offender for offenders with a presumptive  
13 prison guideline score, \$50.00 per diem per diverted offender for  
14 offenders with a straddle cell guideline for a group 1 crime, and  
15 \$35.00 per diem per diverted offender for offenders with a straddle  
16 cell guideline for a group 2 crime. Reimbursements shall be paid  
17 for sentences up to a 1-year total.

18 (4) As used in this subsection:

19 (a) "Group 1 crime" means a crime in 1 or more of the  
20 following offense categories: arson, assault, assaultive other,  
21 burglary, criminal sexual conduct, homicide or resulting in death,  
22 other sex offenses, robbery, and weapon possession as determined by  
23 the department of corrections based on specific crimes for which  
24 counties received reimbursement under the county jail reimbursement  
25 program in fiscal year 2007 and fiscal year 2008, and listed in the  
26 county jail reimbursement program document titled "FY 2007 and FY  
27 2008 Group One Crimes Reimbursed", dated March 31, 2009.



1 (b) "Group 2 crime" means a crime that is not a group 1 crime,  
2 including larceny, fraud, forgery, embezzlement, motor vehicle,  
3 malicious destruction of property, controlled substance offense,  
4 felony drunk driving, and other nonassaultive offenses.

5 (c) "In the custody of the sheriff" means that the convicted  
6 felon has been sentenced to the county jail and is either housed in  
7 the county jail or has been released from jail and is being  
8 monitored through the use of the sheriff's electronic monitoring  
9 system.

10 (5) County jail reimbursement program expenditures shall not  
11 exceed the amount appropriated in part 1 for the county jail  
12 reimbursement program. Payments to counties under the county jail  
13 reimbursement program shall be made in the order in which properly  
14 documented requests for reimbursements are received. A request  
15 shall be considered to be properly documented if it meets MDOC  
16 requirements for documentation. By October 15, the department shall  
17 distribute the documentation requirements to all counties.

18 Sec. 416. Allowable uses of felony drunk driver jail reduction  
19 and community treatment program funding shall include reimbursing  
20 counties for transportation, treatment costs, and housing felony  
21 drunk drivers during a period of assessment for treatment and case  
22 planning. Reimbursements for housing during the assessment process  
23 shall be at the rate of \$43.50 per day per offender, up to a  
24 maximum of 5 days per offender.

25 Sec. 417. (1) By March 1, the department shall report to the  
26 members of the senate and house appropriations subcommittees on  
27 corrections, the legislative corrections ombudsman, the senate and



1 house fiscal agencies, and the state budget director on each of the  
2 following programs from the previous fiscal year:

3 (a) The county jail reimbursement program.

4 (b) The felony drunk driver jail reduction and community  
5 treatment program.

6 (c) Any new initiatives to control prison population growth  
7 funded or proposed to be funded under part 1.

8 (2) For each program listed under subsection (1), the report  
9 shall include information on each of the following:

10 (a) Program objectives and outcome measures, including, but  
11 not limited to, the number of offenders who successfully completed  
12 the program, and the number of offenders who successfully remained  
13 in the community during the 3 years following termination from the  
14 program.

15 (b) Expenditures by location.

16 (c) The impact on jail utilization.

17 (d) The impact on prison admissions.

18 (e) Other information relevant to an evaluation of the  
19 program.

20 Sec. 418. (1) The department shall collaborate with the state  
21 court administrative office on facilitating changes to Michigan  
22 court rules that would require the court to collect at the time of  
23 sentencing the state operator's license, state identification card,  
24 or other documentation used to establish the identity of the  
25 individual to be admitted to the department. The department shall  
26 maintain those documents in the prisoner's personal file.

27 (2) The department shall cooperate with MDCH to create and



1 maintain a process by which prisoners can obtain their Michigan  
2 birth certificates if necessary. The department shall describe a  
3 process for obtaining birth certificates from other states, and in  
4 situations where the prisoner's effort fails, the department shall  
5 assist in obtaining the birth certificate.

6 (3) The department shall collaborate with the department of  
7 military and veterans affairs to create and maintain a process by  
8 which prisoners can obtain a copy of their DD Form 214 or other  
9 military discharge documentation if necessary.

10 Sec. 419. (1) The department shall provide weekly electronic  
11 mail reports to the senate and house appropriations subcommittees  
12 on corrections, the legislative corrections ombudsman, the senate  
13 and house fiscal agencies, and the state budget director on  
14 prisoner populations by security levels by facility, prison  
15 facility capacities, and parolee and probationer populations.

16 (2) The department shall provide monthly electronic mail  
17 reports to the senate and house appropriations subcommittees on  
18 corrections, the legislative corrections ombudsman, the senate and  
19 house fiscal agencies, and the state budget director. The reports  
20 shall include information on end-of-month prisoner populations in  
21 county jails, the net operating capacity according to the most  
22 recent certification report, identified by date, and end-of-month  
23 data, year-to-date data, and comparisons to the prior year for the  
24 following:

25 (a) Community residential program populations, separated by  
26 centers and electronic monitoring.

27 (b) Parole populations.



1 (c) Probation populations, with identification of the number  
2 in special alternative incarceration.

3 (d) Prison and camp populations, with separate identification  
4 of the number in special alternative incarceration and the number  
5 of lifers.

6 (e) Prisoners classified as past their earliest release date.

7 (f) Parole board activity, including the numbers and  
8 percentages of parole grants and parole denials.

9 (g) Prisoner exits, identifying transfers to community  
10 placement, paroles from prisons and camps, paroles from community  
11 placement, total movements to parole, prison intake, prisoner  
12 deaths, prisoners discharging on the maximum sentence, and other  
13 prisoner exits.

14 (h) Prison intake and returns, including probation violators,  
15 new court commitments, violators with new sentences, escaper new  
16 sentences, total prison intake, returns from court with additional  
17 sentences, community placement returns, technical parole violator  
18 returns, and total returns to prison and camp.

19 **BUDGET AND OPERATIONS ADMINISTRATION**

20 Sec. 501. From the funds appropriated in part 1 for  
21 prosecutorial and detainer expenses, the department shall reimburse  
22 counties for housing and custody of parole violators and offenders  
23 being returned by the department from community placement who are  
24 available for return to institutional status and for prisoners who  
25 volunteer for placement in a county jail.

26 Sec. 502. Funds included in part 1 for the sheriffs'



1 coordinating and training office are appropriated for and may be  
2 expended to defray costs of continuing education, certification,  
3 recertification, decertification, and training of local corrections  
4 officers, the personnel and administrative costs of the sheriffs'  
5 coordinating and training office, the local corrections officers  
6 advisory board, and the sheriffs' coordinating and training council  
7 under the local corrections officers training act, 2003 PA 125, MCL  
8 791.531 to 791.546.

9       Sec. 508. The department shall issue a report for all  
10 correctional facilities to the senate and house appropriations  
11 subcommittees on corrections, the senate and house fiscal agencies,  
12 and the legislative corrections ombudsman by October 1 setting  
13 forth the following information for each facility: its name, street  
14 address, and date of construction; its current maintenance costs;  
15 any maintenance planned; its current utility costs; its expected  
16 future capital improvement costs; and its expected future useful  
17 life.

#### 18 **FIELD OPERATIONS ADMINISTRATION**

19       Sec. 603. (1) All prisoners, probationers, and parolees  
20 involved with the curfew monitoring program shall reimburse the  
21 department for costs associated with their participation in the  
22 program. The department may require community service work  
23 reimbursement as a means of payment for those able-bodied  
24 individuals unable to pay for the costs of the equipment.

25       (2) Program participant contributions and local program  
26 reimbursement for the curfew monitoring program appropriated in



1 part 1 are related to program expenditures and may be used to  
2 offset expenditures for this purpose.

3 (3) Included in the appropriation in part 1 is adequate  
4 funding to implement the curfew monitoring program to be  
5 administered by the department. The curfew monitoring program is  
6 intended to provide sentencing judges and county sheriffs in  
7 coordination with local community corrections advisory boards  
8 access to the state's curfew monitoring program to reduce prison  
9 admissions and improve local jail utilization. The department shall  
10 determine the appropriate distribution of the curfew monitor units  
11 throughout the state based upon locally developed comprehensive  
12 corrections plans under the community corrections act, 1988 PA 511,  
13 MCL 791.401 to 791.414.

14 (4) For a fee determined by the department, the department  
15 shall provide counties with the curfew monitor equipment,  
16 replacement parts, administrative oversight of the equipment's  
17 operation, notification of violators, and periodic reports  
18 regarding county program participants. Counties are responsible for  
19 curfew monitor equipment installation and service. For an  
20 additional fee as determined by the department, the department  
21 shall provide staff to install and service the equipment. Counties  
22 are responsible for the coordination and apprehension of program  
23 violators.

24 (5) Any county with curfew monitor charges outstanding over 60  
25 days shall be considered in violation of the community curfew  
26 monitor program agreement and lose access to the program.

27 Sec. 611. The department shall prepare by March 1 individual



1 reports for the community reentry program, the electronic  
2 monitoring program, and the special alternative to incarceration  
3 program. The reports shall be submitted to the senate and house  
4 appropriations subcommittees on corrections, the legislative  
5 corrections ombudsman, the senate and house fiscal agencies, and  
6 the state budget director. Each program's report shall include  
7 information on all of the following:

8 (a) Monthly new participants by type of offender. Community  
9 reentry program participants shall be categorized by reason for  
10 placement. For technical rule violators, the report shall sort  
11 offenders by length of time since release from prison, by the most  
12 recent violation, and by the number of violations occurring since  
13 release from prison.

14 (b) Monthly participant unsuccessful terminations, including  
15 cause.

16 (c) Number of successful terminations.

17 (d) End month population by facility/program.

18 (e) Average length of placement.

19 (f) Return to prison statistics.

20 (g) Description of each program location or locations,  
21 capacity, and staffing.

22 (h) Sentencing guideline scores and actual sentence statistics  
23 for participants, if applicable.

24 (i) Comparison with prior year statistics.

25 (j) Analysis of the impact on prison admissions and jail  
26 utilization and the cost effectiveness of the program.

27 Sec. 612. By April 1, the department shall provide a report to



1 the senate and house appropriations subcommittees on corrections,  
2 the legislative corrections ombudsman, the senate and house fiscal  
3 agencies, and the state budget director on the number of all  
4 parolees returned to prison and probationers sentenced to prison  
5 for either a technical violation or new sentence during the  
6 preceding fiscal year. The report shall include the following  
7 information for probationers, for parolees after their first  
8 parole, and for parolees who have been paroled more than once:

9 (a) The numbers of parole and probation violators returned to  
10 or sent to prison for a new crime with a comparison of original  
11 versus new offenses by major offense type: assaultive,  
12 nonassaultive, drug, and sex.

13 (b) The numbers of parole and probation violators returned to  
14 or sent to prison for a technical violation and the type of  
15 violation, including, but not limited to, zero gun tolerance and  
16 substance abuse violations. For parole technical rule violators,  
17 the report shall list violations by type, by length of time since  
18 release from prison, by the most recent violation, and by the  
19 number of violations occurring since release from prison.

20 (c) The educational history of those offenders, including how  
21 many had a GED or high school diploma prior to incarceration in  
22 prison, how many received a GED while in prison, and how many  
23 received a vocational certificate while in prison.

24 (d) The number of offenders who participated in the reentry  
25 program versus the number of those who did not.

26 (e) The unduplicated number of offenders who participated in  
27 substance abuse treatment programs, mental health treatment



1 programs, or both, while in prison, itemized by diagnosis.

2       Sec. 615. The department shall submit a report containing a  
3 list detailing the number of prisoners who have received life  
4 imprisonment sentences with the possibility of parole and who are  
5 currently eligible for parole to the senate and house  
6 appropriations subcommittees on corrections, the senate and house  
7 fiscal agencies, the legislative corrections ombudsman, and the  
8 state budget director by January 1.

9 **HEALTH CARE**

10       Sec. 802. As a condition of expenditure of the funds  
11 appropriated in part 1, the department shall provide the senate and  
12 house of representatives appropriations subcommittees on  
13 corrections, the legislative corrections ombudsman, the senate and  
14 house fiscal agencies, and the state budget director with quarterly  
15 reports on physical and mental health care detailing quarterly and  
16 fiscal year-to-date expenditures itemized by vendor, allocations,  
17 status of payments from contractors to vendors, and projected year-  
18 end expenditures from accounts for prisoner health care, mental  
19 health care, pharmaceutical services, and durable medical  
20 equipment.

21       Sec. 803. (1) The department shall assure that all prisoners,  
22 upon any health care treatment, are given the opportunity to sign a  
23 release of information form designating a family member or other  
24 individual to whom the department shall release records information  
25 regarding a prisoner. A release of information form signed by a  
26 prisoner shall remain in effect for 1 year, and the prisoner may



1 elect to withdraw or amend the release form at any time.

2 (2) The department shall assure that any such signed release  
3 forms follow a prisoner upon transfer to another department  
4 facility or to the supervision of a parole officer.

5 (3) The form shall be placed on an online, public website  
6 managed by the department.

7 Sec. 804. The department shall report quarterly to the senate  
8 and house appropriations subcommittees on corrections, the  
9 legislative corrections ombudsman, the senate and house fiscal  
10 agencies, and the state budget director on prisoner health care  
11 utilization. The report shall include the number of inpatient  
12 hospital days, outpatient visits, emergency room visits, and  
13 prisoners receiving off-site inpatient medical care in the previous  
14 quarter, by facility.

15 **CORRECTIONAL FACILITIES ADMINISTRATION**

16 Sec. 907. The department shall report by March 1 to the senate  
17 and house appropriations subcommittees on corrections, the  
18 legislative corrections ombudsman, the senate and house fiscal  
19 agencies, and the state budget director on academic and vocational  
20 programs. The report shall provide information relevant to an  
21 assessment of the department's academic and vocational programs,  
22 including, but not limited to, all of the following:

23 (a) The number of instructors and the number of instructor  
24 vacancies, by program and facility.

25 (b) The number of prisoners enrolled in each program, the  
26 number of prisoners completing each program, the number of



1 prisoners who fail each program, the number of prisoners who do not  
2 complete each program and the reason for not completing the  
3 program, the number of prisoners transferred to another facility  
4 while enrolled in a program and the reason for transfer, the number  
5 of prisoners enrolled who are repeating the program by reason, and  
6 the number of prisoners on waiting lists for each program, all  
7 itemized by facility.

8 (c) The steps the department has undertaken to improve  
9 programs, track records, accommodate transfers and prisoners with  
10 health care needs, and reduce waiting lists.

11 (d) The number of prisoners paroled without a high school  
12 diploma and the number of prisoners paroled without a GED.

13 (e) An explanation of the value and purpose of each program,  
14 for example, to improve employability, reduce recidivism, reduce  
15 prisoner idleness, or some combination of these and other factors.

16 (f) An identification of program outcomes for each academic  
17 and vocational program.

18 (g) An explanation of the department's plans for academic and  
19 vocational programs, including plans to contract with intermediate  
20 school districts for GED and high school diploma programs.

21 (h) The number of prisoners not paroled at their earliest  
22 release date due to lack of a GED, and the reason those prisoners  
23 have not obtained a GED.

24 Sec. 910. The department shall allow the Michigan Braille  
25 transcribing fund program to operate at its current location. The  
26 donation of the building by the Michigan Braille transcribing fund  
27 at the G. Robert Cotton Correctional Facility in Jackson is



1 acknowledged and appreciated. The department shall continue to  
2 encourage the Michigan Braille transcribing fund program to produce  
3 high-quality materials for use by the visually impaired.

4       Sec. 911. By March 1, the department shall report to the  
5 senate and house appropriations subcommittees on corrections, the  
6 senate and house fiscal agencies, the legislative corrections  
7 ombudsman, and the state budget director the number of critical  
8 incidents occurring each month by type and the number and severity  
9 of assaults, escape attempts, suicides, and attempted suicides  
10 occurring each month at each facility during the immediately  
11 preceding calendar year.

12       Sec. 912. The department shall report to the senate and house  
13 appropriations subcommittees on corrections, the legislative  
14 corrections ombudsman, the senate and house fiscal agencies, and  
15 the state budget director by March 1 on the ratio of correctional  
16 officers to prisoners for each correctional institution, the ratio  
17 of shift command staff to line custody staff, and the ratio of  
18 noncustody institutional staff to prisoners for each correctional  
19 institution.

20       Sec. 913. (1) It is the intent of the legislature that any  
21 prisoner required to complete a violence prevention program, sexual  
22 offender program, or other program as a condition of parole shall  
23 be transferred to a facility where that program is available in  
24 order to accomplish timely completion of that program prior to the  
25 expiration of his or her minimum sentence and eligibility for  
26 parole. Nothing in this section should be deemed to make parole  
27 denial appealable in court.



1 (2) The department shall submit a quarterly report to the  
2 members of the senate and house appropriations subcommittees on  
3 corrections, the senate and house fiscal agencies, the state budget  
4 director, and the legislative corrections ombudsman detailing  
5 enrollment in sex offender programming, assaultive offender  
6 programming, violent offender programming, and thinking for change.  
7 At a minimum, the report shall include the following:

8 (a) A full accounting of the number of individuals who are  
9 required to complete the programming, but have not yet done so.

10 (b) The number of individuals who have reached their earliest  
11 release date, but who have not completed required programming.

12 (c) A plan of action for addressing any waiting lists or  
13 backlogs for programming that may exist.

14 Sec. 924. The department shall evaluate all prisoners at  
15 intake for substance abuse disorders, serious developmental  
16 disorders, serious mental illness, and other mental health  
17 disorders. Prisoners with serious mental illness or serious  
18 developmental disorders shall not be removed from the general  
19 population as a punitive response to behavior caused by their  
20 serious mental illness or serious developmental disorder. Due to  
21 persistent high violence risk or severe disruptive behavior that is  
22 unresponsive to treatment, prisoners with serious mental illness or  
23 serious developmental disorders may be placed in secure residential  
24 housing programs that will facilitate access to institutional  
25 programming and ongoing mental health services. A prisoner with  
26 serious mental illness or serious developmental disorder who is  
27 confined in these specialized housing programs shall be evaluated



1 or monitored by a medical professional at a frequency of not less  
2 than every 12 hours.

3 Sec. 925. By March 1, the department shall report to the  
4 senate and house appropriations subcommittees on corrections, the  
5 senate and house fiscal agencies, the legislative corrections  
6 ombudsman, and the state budget director on the annual number of  
7 prisoners in administrative segregation between October 1, 2014 and  
8 September 30, 2015, and the annual number of prisoners in  
9 administrative segregation between October 1, 2014 and September  
10 30, 2015 who at any time during the current or prior prison term  
11 were diagnosed with serious mental illness or have a developmental  
12 disorder and the number of days each of the prisoners with serious  
13 mental illness or a developmental disorder have been confined to  
14 administrative segregation.

15 Sec. 929. From the funds appropriated in part 1, the  
16 department shall do all of the following:

17 (a) Ensure that any inmate care and control staff in contact  
18 with prisoners less than 18 years of age are adequately trained  
19 with regard to the developmental and mental health needs of  
20 prisoners less than 18 years of age. By April 1, the department  
21 shall report to the senate and house appropriations subcommittees  
22 on corrections, the senate and house fiscal agencies, and the state  
23 budget director on the training curriculum used and the number and  
24 types of staff receiving annual training under that curriculum.

25 (b) Provide appropriate placement for prisoners less than 18  
26 years of age who have serious mental illness, serious emotional  
27 disturbance, or a serious developmental disorder and need to be



1 housed separately from the general population. Prisoners less than  
2 18 years of age who have serious mental illness, serious emotional  
3 disturbance, or a serious developmental disorder shall not be  
4 removed from an existing placement as a punitive response to  
5 behavior caused by their serious mental illness, serious emotional  
6 disturbance, or a serious developmental disorder. Due to persistent  
7 high violence risk or severe disruptive behavior that is  
8 unresponsive to treatment, prisoners less than 18 years of age with  
9 serious emotional disturbance, serious mental illness, or serious  
10 developmental disorders may be placed in secure residential housing  
11 programs that will facilitate access to institutional programming  
12 and ongoing mental health services. A prisoner less than 18 years  
13 of age with serious mental illness, serious emotional disturbance,  
14 or a serious developmental disorder who is confined in these  
15 specialized housing programs shall be evaluated or monitored by a  
16 medical professional at a frequency of not less than every 12  
17 hours.

18 (c) Implement a specialized reentry program that recognizes  
19 the needs of prisoners less than 18 years old for supervised  
20 reentry.

21 Sec. 942. The department shall ensure that any contract with a  
22 public or private party to operate a facility to house state  
23 prisoners includes a provision to allow access by both the office  
24 of the legislative auditor general and the office of the  
25 legislative corrections ombudsman to the facility and to  
26 appropriate records and documents related to the operation of the  
27 facility. These access rights for both offices shall be the same



1 for the contracted facility as for a general state-operated  
2 correctional facility.

3 **MISCELLANEOUS**

4       Sec. 1009. The department shall make an information packet for  
5 the families of incoming prisoners available on the department's  
6 website. The information packet shall be updated by February 1 of  
7 each year thereafter. The packet shall provide information on  
8 topics including, but not limited to: how to put money into  
9 prisoner accounts, how to make phone calls or create Jpay email  
10 accounts, how to visit in person, proper procedures for filing  
11 complaints or grievances, the rights of prisoners to physical and  
12 mental health care, how to utilize the offender tracking  
13 information system (OTIS), truth-in-sentencing and how it applies  
14 to minimum sentences, the parole process, and guidance on the  
15 importance of the role of families in the reentry process. The  
16 department is encouraged to partner with external advocacy groups  
17 and actual families of prisoners in the packet-writing process to  
18 ensure that the information is useful and complete.

19

ARTICLE VI

20

DEPARTMENT OF EDUCATION

21

PART 1

22

LINE-ITEM APPROPRIATIONS

23

Sec. 101. There is appropriated for the department of

24

education for the fiscal year ending September 30, 2016, from the



1	following funds:		
2	<b>DEPARTMENT OF EDUCATION</b>		
3	APPROPRIATION SUMMARY		
4	Full-time equated unclassified positions .....	6.0	
5	Full-time equated classified positions .....	599.5	
6	GROSS APPROPRIATION .....		\$ 303,549,800
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers.....		0
10	ADJUSTED GROSS APPROPRIATION .....		\$ 303,549,800
11	Federal revenues:		
12	Total federal revenues .....		212,921,900
13	Special revenue funds:		
14	Total local revenues .....		5,633,700
15	Total private revenues .....		2,033,300
16	Total other state restricted revenues .....		7,669,600
17	State general fund/general purpose .....		\$ 75,291,300
18	<b>Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE</b>		
19	<b>SUPERINTENDENT</b>		
20	Full-time equated unclassified positions .....	6.0	
21	Full-time equated classified positions .....	11.0	
22	State board of education, per diem payments .....		\$ 24,400
23	Unclassified positions--6.0 FTE positions .....		807,000
24	State board/superintendent operations--11.0 FTE		
25	positions.....		<u>2,092,100</u>
26	GROSS APPROPRIATION .....		\$ 2,923,500
27	Appropriated from:		



1	Federal revenues:	
2	Federal revenues .....	222,100
3	Special revenue funds:	
4	Private foundations .....	28,100
5	Certification fees .....	856,500
6	State general fund/general purpose .....	\$ 1,816,800
7	<b>Sec. 103. CENTRAL SUPPORT</b>	
8	Full-time equated classified positions ..... 23.6	
9	Central support operations--23.6 FTE positions .....	\$ 3,614,900
10	Worker's compensation .....	28,700
11	Building occupancy charges - property management	
12	services.....	3,110,100
13	Training and orientation workshops .....	150,000
14	Terminal leave payments .....	<u>554,700</u>
15	GROSS APPROPRIATION .....	\$ 7,458,400
16	Appropriated from:	
17	Federal revenues:	
18	Federal revenues .....	1,659,900
19	Federal indirect funds .....	2,545,500
20	Special revenue funds:	
21	Certification fees .....	405,500
22	Teacher testing fees .....	3,900
23	Training and orientation workshop fees .....	150,000
24	State general fund/general purpose .....	\$ 2,693,600
25	<b>Sec. 104. INFORMATION TECHNOLOGY SERVICES</b>	
26	Information technology operations .....	\$ <u>4,179,800</u>
27	GROSS APPROPRIATION .....	\$ 4,179,800



1	Appropriated from:	
2	Federal revenues:	
3	Federal revenues .....	604,000
4	Federal indirect funds .....	1,784,500
5	Special revenue funds:	
6	Local cost sharing (schools for deaf/blind) .....	76,500
7	Certification fees .....	389,200
8	State general fund/general purpose .....	\$ 1,325,600
9	<b>Sec. 105. SPECIAL EDUCATION SERVICES</b>	
10	Full-time equated classified positions .....	47.0
11	Special education operations--47.0 FTE positions .....	\$ <u>8,920,000</u>
12	GROSS APPROPRIATION .....	\$ 8,920,000
13	Appropriated from:	
14	Federal revenues:	
15	Federal revenues .....	8,440,900
16	Special revenue funds:	
17	Private foundations .....	110,100
18	Certification fees .....	44,000
19	State general fund/general purpose .....	\$ 325,000
20	<b>Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND</b>	
21	Full-time equated classified positions .....	77.0
22	Michigan schools for the deaf and blind operations--	
23	76.0 FTE positions .....	\$ 12,651,600
24	Camp Tuhsmebeta--1.0 FTE position .....	295,100
25	Private gifts - blind .....	200,000
26	Private gifts - deaf .....	<u>150,000</u>
27	GROSS APPROPRIATION .....	\$ 13,296,700



1	Appropriated from:		
2	Federal revenues:		
3	Federal revenues .....		6,887,500
4	Special revenue funds:		
5	Local cost sharing (schools for deaf/blind) .....		5,233,000
6	Local school district service fees .....		312,500
7	Gifts, bequests, and donations .....		645,100
8	Student insurance revenue .....		218,600
9	State general fund/general purpose .....	\$	0
10	<b>Sec. 107. PROFESSIONAL PREPARATION SERVICES</b>		
11	Full-time equated classified positions .....	34.0	
12	Professional preparation operations--34.0 FTE		
13	positions.....	\$	<u>5,662,600</u>
14	GROSS APPROPRIATION .....	\$	5,662,600
15	Appropriated from:		
16	Federal revenues:		
17	Federal revenues .....		1,442,100
18	Special revenue funds:		
19	Certification fees .....		3,586,300
20	Teacher college review fees .....		55,300
21	Teacher testing fees .....		358,600
22	State general fund/general purpose .....	\$	220,300
23	<b>Sec. 108. MICHIGAN OFFICE OF GREAT START</b>		
24	Full-time equated classified positions .....	65.0	
25	Office of great start operations--64.0 FTE positions .	\$	22,808,600
26	Child development and care external support .....		17,735,000
27	Head start collaboration office--1.0 FTE position ....		307,400



1	Child development and care public assistance .....	<u>131,503,300</u>
2	GROSS APPROPRIATION .....	\$ 172,354,300
3	Appropriated from:	
4	Federal revenues:	
5	Federal revenues .....	133,824,300
6	Special revenue funds:	
7	Private foundations .....	250,000
8	Certification fees .....	64,100
9	State general fund/general purpose .....	\$ 38,215,900
10	<b>Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES</b>	
11	Full-time equated classified positions..... 10.5	
12	State aid and school finance operations--9.5 FTE	
13	positions.....	\$ 1,358,500
14	Financial independence team operations--1.0 FTE	
15	position.....	<u>149,500</u>
16	GROSS APPROPRIATION .....	\$ 1,508,000
17	Appropriated from:	
18	State general fund/general purpose .....	\$ 1,508,000
19	<b>Sec. 110. AUDIT SERVICES</b>	
20	Full-time equated classified positions..... 4.5	
21	Audit operations--4.5 FTE positions .....	\$ <u>601,800</u>
22	GROSS APPROPRIATION .....	\$ 601,800
23	Appropriated from:	
24	Federal revenues:	
25	Federal indirect funds .....	478,300
26	Special revenue funds:	
27	Certification fees .....	61,200



1	State general fund/general purpose .....	\$	62,300
2	<b>Sec. 111. ADMINISTRATIVE LAW SERVICES</b>		
3	Full-time equated classified positions .....	2.0	
4	Administrative law operations--2.0 FTE positions .....	\$	<u>1,332,000</u>
5	GROSS APPROPRIATION .....	\$	1,332,000
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues .....		550,300
9	Special revenue funds:		
10	Certification fees .....		685,200
11	State general fund/general purpose .....	\$	96,500
12	<b>Sec. 112. ACCOUNTABILITY SERVICES</b>		
13	Full-time equated classified positions .....	65.6	
14	Accountability services operations--65.6 FTE positions .....	\$	<u>14,616,400</u>
15	GROSS APPROPRIATION .....	\$	14,616,400
16	Appropriated from:		
17	Federal revenues:		
18	Federal revenues .....		13,441,100
19	State general fund/general purpose .....	\$	1,175,300
20	<b>Sec. 113. SCHOOL SUPPORT SERVICES</b>		
21	Full-time equated classified positions .....	82.6	
22	School support services operations--82.6 FTE positions .....	\$	15,087,200
23	Federal and private grants .....		<u>3,000,000</u>
24	GROSS APPROPRIATION .....	\$	18,087,200
25	Appropriated from:		
26	Federal revenues:		
27	Federal revenues .....		16,240,500



1	Special revenue funds:	
2	Local school district service fees .....	11,700
3	Private foundations .....	1,000,000
4	Certification fees .....	85,600
5	Commodity distribution fees .....	71,700
6	State general fund/general purpose .....	\$ 677,700
7	<b>Sec. 114. FIELD SERVICES</b>	
8	Full-time equated classified positions .....	45.0
9	Field services operations--45.0 FTE positions .....	\$ <u>9,174,400</u>
10	GROSS APPROPRIATION .....	\$ 9,174,400
11	Appropriated from:	
12	Federal revenues:	
13	Federal revenues .....	8,874,900
14	Special revenue funds:	
15	Certification fees .....	77,000
16	State general fund/general purpose .....	\$ 222,500
17	<b>Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION</b>	
18	<b>SERVICES</b>	
19	Full-time equated classified positions .....	59.7
20	Educational improvement and innovation operations--	
21	59.7 FTE positions .....	\$ <u>9,323,400</u>
22	GROSS APPROPRIATION .....	\$ 9,323,400
23	Appropriated from:	
24	Federal revenues:	
25	Federal revenues .....	6,500,600
26	Special revenue funds:	
27	Certification fees .....	556,900



1	State general fund/general purpose .....	\$	2,265,900
2	<b>Sec. 116. CAREER AND TECHNICAL EDUCATION</b>		
3	Full-time equated classified positions .....		27.0
4	Career and technical education operations--27.0 FTE		
5	positions.....	\$	<u>4,748,800</u>
6	GROSS APPROPRIATION .....	\$	4,748,800
7	Appropriated from:		
8	Federal revenues:		
9	Federal revenues .....		3,818,600
10	State general fund/general purpose .....	\$	930,200
11	<b>Sec. 117. LIBRARY OF MICHIGAN</b>		
12	Full-time equated classified positions .....		33.0
13	Library of Michigan operations--32.0 FTE positions ...	\$	4,408,800
14	Library services and technology program--1.0 FTE		
15	position.....		5,606,800
16	State aid to libraries .....		9,876,000
17	Michigan eLibrary .....		1,750,000
18	Renaissance zone reimbursements .....		<u>5,300,000</u>
19	GROSS APPROPRIATION .....	\$	26,941,600
20	Appropriated from:		
21	Federal revenues:		
22	IMLS, library services and technology act .....		5,606,800
23	State general fund/general purpose .....	\$	21,334,800
24	<b>Sec. 118. SCHOOL REFORM OFFICE</b>		
25	Full-time equated classified positions .....		12.0
26	School reform office operations--12.0 FTE positions ..	\$	<u>2,420,900</u>
27	GROSS APPROPRIATION .....	\$	2,420,900



1 Appropriated from:  
 2 State general fund/general purpose ..... \$ 2,420,900

3 PART 2  
 4 PROVISIONS CONCERNING APPROPRIATIONS  
 5 FOR FISCAL YEAR 2015-2016

6 **GENERAL SECTIONS**

7 Sec. 201. Pursuant to section 30 of article IX of the state  
 8 constitution of 1963, total state spending from state resources  
 9 under part 1 for the fiscal year ending September 30, 2016 is  
 10 \$82,960,900.00 and state spending from state resources to be paid  
 11 to local units of government for the fiscal year ending September  
 12 30, 2016 is \$15,176,000.00. The itemized statement below identifies  
 13 appropriations from which spending to local units of government  
 14 will occur:

15 DEPARTMENT OF EDUCATION

16 State aid to libraries..... \$ 9,876,000  
 17 Renaissance zone reimbursements..... 5,300,000  
 18 Total department of education ..... \$ 15,176,000

19 Sec. 202. The appropriations authorized under this part and  
 20 part 1 are subject to the management and budget act, 1984 PA 431,  
 21 MCL 18.1101 to 18.1594.

22 Sec. 203. As used in this part and part 1:

23 (a) "Department" means the Michigan department of education.

24 (b) "District" means a local school district as defined in  
 25 section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a



1 public school academy as defined in section 5 of the revised school  
2 code, 1976 PA 451, MCL 380.5.

3 (c) "FTE" means full-time equated.

4 (d) "IMLS" means institute of museum and library services.

5 Sec. 204. The state superintendent of public instruction shall  
6 take all reasonable steps to ensure businesses in deprived and  
7 depressed communities compete for and perform contracts to provide  
8 services or supplies, or both. The state superintendent of public  
9 instruction shall strongly encourage firms with which the  
10 department contracts to subcontract with certified businesses in  
11 depressed and deprived communities for services, supplies, or both.

12 Sec. 205. The departments and agencies shall use the Internet  
13 to fulfill the reporting requirements of this part. This  
14 requirement may include transmission of reports via electronic mail  
15 to the recipients identified for each reporting requirement, or it  
16 may include placement of reports on an Internet or intranet site.

17 Sec. 206. The department shall provide through the Internet  
18 the state board of education agenda and all supporting documents,  
19 and shall notify the state budget director and the senate and house  
20 fiscal agencies that the agenda and supporting documents are  
21 available on the Internet, at the time the agenda and supporting  
22 documents are provided to state board of education members.

23 Sec. 207. The department shall cooperate with the department  
24 of technology, management, and budget to maintain a searchable  
25 website accessible by the public at no cost that includes, but is  
26 not limited to, all of the following for each department or agency:

27 (a) Fiscal year-to-date expenditures by category.



1 (b) Fiscal year-to-date expenditures by appropriation unit.

2 (c) Fiscal year-to-date payments to a selected vendor,  
3 including the vendor name, payment date, payment amount, and  
4 payment description.

5 (d) The number of active department employees by job  
6 classification.

7 (e) Job specifications and wage rates.

8 Sec. 208. The department shall require all districts and  
9 intermediate school districts to maintain complete records within  
10 the personnel file of a teacher or school employee of any  
11 disciplinary actions taken by the governing board against the  
12 teacher or employee for sexual misconduct. The records shall not be  
13 destroyed or removed from the teacher's or employee's personnel  
14 file except as required by a court order.

15 Sec. 211. To the extent the state continues to identify  
16 schools as meeting proficiency targets, before publishing a list of  
17 schools or districts determined to have failed to make adequate  
18 yearly progress as required by the no child left behind act of  
19 2001, Public Law 107-110, the department shall allow a school or  
20 district to appeal that determination. The department shall  
21 consider and act upon the appeal within 30 days after it is  
22 submitted and shall not publish the list until after all appeals  
23 have been considered and decided.

24 Sec. 212. Funds appropriated in part 1 shall not be used for  
25 the purchase of foreign goods or services, or both, if  
26 competitively priced and comparable quality American goods or  
27 services, or both, are available. Preference shall be given to



1 goods or services, or both, manufactured or provided by Michigan  
2 businesses if they are competitively priced and of comparable  
3 quality. In addition, preference should be given to goods or  
4 services, or both, manufactured or provided by Michigan businesses  
5 owned and operated by veterans if they are competitively priced and  
6 of comparable quality.

7       Sec. 214. The department and agencies receiving appropriations  
8 in part 1 shall prepare a report on out-of-state travel expenses  
9 not later than January 1 of each year. The travel report shall be a  
10 listing of all travel by classified and unclassified employees  
11 outside this state in the immediately preceding fiscal year that  
12 was funded in whole or in part with funds appropriated in the  
13 department's budget. The report shall be submitted to the senate  
14 and house appropriations committees, the house and senate fiscal  
15 agencies, and the state budget director. The report must include  
16 the following information:

17       (a) The dates of each travel occurrence.

18       (b) The transportation and related costs of each travel  
19 occurrence, including the proportion funded with state general  
20 fund/general purpose revenues, the proportion funded with state  
21 restricted revenues, the proportion funded with federal revenues,  
22 and the proportion funded with other revenues.

23       Sec. 216. The department shall not take disciplinary action  
24 against an employee who communicates truthfully and factually with  
25 a member of the legislature or his or her staff.

26       Sec. 218. The department and agencies receiving appropriations  
27 in part 1 shall receive and retain copies of all reports funded



1 from appropriations in part 1. Federal and state guidelines for  
2 short-term and long-term retention of records shall be followed.  
3 The department may electronically retain copies of reports unless  
4 otherwise required by federal and state guidelines.

5       Sec. 219. (1) In addition to the funds appropriated in part 1,  
6 there is appropriated an amount not to exceed \$5,000,000.00 for  
7 federal contingency funds. These funds are not available for  
8 expenditure until they have been transferred to another line item  
9 in part 1 under section 393(2) of the management and budget act,  
10 1984 PA 431, MCL 18.1393.

11       (2) In addition to the funds appropriated in part 1, there is  
12 appropriated an amount not to exceed \$700,000.00 for state  
13 restricted contingency funds. These funds are not available for  
14 expenditure until they have been transferred to another line item  
15 in part 1 under section 393(2) of the management and budget act,  
16 1984 PA 431, MCL 18.1393.

17       (3) In addition to the funds appropriated in part 1, there is  
18 appropriated an amount not to exceed \$250,000.00 for local  
19 contingency funds. These funds are not available for expenditure  
20 until they have been transferred to another line item in part 1  
21 under section 393(2) of the management and budget act, 1984 PA 431,  
22 MCL 18.1393.

23       (4) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$3,000,000.00 for private  
25 contingency funds. These funds are not available for expenditure  
26 until they have been transferred to another line item in part 1  
27 under section 393(2) of the management and budget act, 1984 PA 431,



1 MCL 18.1393.

2       Sec. 220. (1) The department shall provide data requested by a  
3 member of the legislature, his or her staff, or the house and  
4 senate fiscal agencies in a timely manner. If the department fails  
5 to provide reasonably requested data within 30 days after the  
6 request, the state money appropriated in part 1 for state  
7 board/superintendent operations shall be reduced by 1%.

8       (2) If the department fails to provide to the legislature  
9 reports and other data required by boilerplate or statute within 30  
10 days after the date the information is due, the state money  
11 appropriated in part 1 for state board/superintendent operations  
12 shall be reduced by 1%.

13       Sec. 221. Funds appropriated in part 1 shall not be used by a  
14 principal executive department, state agency, or authority to hire  
15 a person to provide legal services that are the responsibility of  
16 the attorney general. This prohibition does not apply to legal  
17 services for bonding activities and for those activities that the  
18 attorney general authorizes.

19       Sec. 222. The department shall maintain, on a publicly  
20 accessible website, a department scorecard that identifies, tracks,  
21 and regularly updates key metrics that are used to monitor and  
22 improve the agency's performance.

23       Sec. 226. Not later than November 30, the state budget office  
24 shall prepare and transmit a report that provides for estimates of  
25 the total general fund/general purpose appropriation lapses at the  
26 close of the prior fiscal year. This report shall summarize the  
27 projected year-end general fund/general purpose appropriation



1 lapses by major departmental program or program areas. The report  
2 shall be transmitted to the office of the state budget, the  
3 chairpersons of the senate and house appropriations committees, and  
4 the senate and house fiscal agencies.

5       Sec. 227. Within 14 days after the release of the executive  
6 budget recommendation, the department shall cooperate with the  
7 state budget office to provide the senate and house appropriations  
8 chairs, the senate and house appropriations subcommittees  
9 responsible for the department budget, respectively, and the senate  
10 and house fiscal agencies with an annual report on estimated state  
11 restricted fund balances, state restricted fund projected revenues,  
12 and state restricted fund expenditures for the fiscal years ending  
13 September 30, 2015 and September 30, 2016.

14       Sec. 230. The department may assist the department of  
15 community health, other departments, and local school districts to  
16 secure reimbursement for eligible services provided in Michigan  
17 schools from the federal Medicaid program. The department may  
18 submit reports of direct expenses related to this effort to the  
19 department of community health for reimbursement.

20       Sec. 231. Total authorized appropriations from all sources  
21 under part 1 for legacy costs for the fiscal year ending September  
22 30, 2016 is estimated at \$15,932,000.00. Total agency  
23 appropriations for pension-related legacy costs are estimated at  
24 \$9,042,900.00. Total agency appropriations for retiree health care  
25 legacy costs are estimated at \$6,889,100.00.

26       Sec. 233. No state department or agency shall issue a request  
27 for proposal (RFP) for a contract in excess of \$1,000,000.00,



1 unless the department or agency has first considered issuing a  
2 request for information (RFI) or a request for qualification (RFQ)  
3 relative to that contract to better enable the department or agency  
4 to learn more about the market for the products or services that  
5 are the subject of the future RFP. The department or agency shall  
6 notify the department of technology, management, and budget of the  
7 evaluation process used to determine if an RFI or RFQ was not  
8 necessary prior to issuing the RFP.

9       Sec. 234. (1) For each new program or program expansion for  
10 which funds in excess of \$500,000.00 are appropriated in part 1,  
11 the department shall identify specific benchmarks intended to  
12 measure the performance or return on taxpayer investment of the  
13 program and its associated expenditures. Not later than November 1,  
14 2015, the department shall report the proposed benchmarks to the  
15 house and senate appropriations subcommittees for that department,  
16 the house and senate fiscal agencies, and the state budget  
17 director. The department shall provide an update on its progress in  
18 achieving those benchmarks at an appropriations subcommittee  
19 meeting called for the purpose of discussing benchmarks and their  
20 status.

21       (2) Beginning with the budget for the fiscal year ending  
22 September 30, 2016, any proposal for a new program or an expansion  
23 of an existing program in excess of \$500,000.00 initiated by the  
24 executive branch or the legislature shall include, as part of the  
25 original proposal or budget request, a list of benchmarks intended  
26 to measure the performance or return on taxpayer investment of the  
27 program or spending increase.



1           Sec. 235. The department shall not enter into a contract  
2 funded under part 1 that exceeds \$1,000,000.00 or seek a federal  
3 waiver from the no child left behind act of 2001, Public Law 107-  
4 110, or an amendment to the federal waiver, until after  
5 notification of the content to both the house and senate  
6 appropriations committees.

7           Sec. 236. From the funds appropriated in part 1, the  
8 department shall compile a report that identifies the mandates  
9 required of nonpublic schools. In compiling the report, the  
10 department may consult with relevant statewide education  
11 associations in Michigan. The report compiled by the department  
12 shall indicate the type of mandate, including, but not limited to,  
13 student health, student or building safety, accountability, and  
14 educational requirements, and shall indicate whether a school has  
15 to report on the specified mandates. The report required under this  
16 section shall be completed by April 1, 2016 and transmitted to the  
17 state budget director, the house and senate appropriations  
18 subcommittees responsible for the department of education, and the  
19 senate and house fiscal agencies not later than April 15, 2016.

20           Sec. 237. The department shall identify fund-raisers that are  
21 exempt from federal nutrition standards and take any other action  
22 as may be necessary for public schools in this state to be able to  
23 allow fund-raising sales on school premises during school hours of  
24 foods and beverages that do not meet federal nutrition standards  
25 prescribed by the United States Department of Agriculture.

26   **STATE BOARD/OFFICE OF THE SUPERINTENDENT**



1           Sec. 301. (1) The appropriations in part 1 may be used for per  
2 diem payments to the state board for meetings at which a quorum is  
3 present or for performing official business authorized by the state  
4 board. The per diem payments shall be at a rate as follows:

5           (a) State board of education - president - \$110.00 per day.

6           (b) State board of education - member other than president -  
7 \$100.00 per day.

8           (2) A state board of education member shall not be paid a per  
9 diem for more than 30 days per year.

10          Sec. 302. From the amount appropriated in part 1 to the state  
11 board of education, not more than \$35,000.00 for the fiscal year  
12 ending September 30, 2016 shall be expended for in-state travel and  
13 out-of-state travel directly related to the duties of the state  
14 board of education.

15    **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

16          Sec. 401. The employees at the Michigan schools for the deaf  
17 and blind who work on a school year basis are considered annual  
18 employees for purposes of service credits, retirement, and  
19 insurance benefits.

20          Sec. 402. For each student enrolled at the Michigan schools  
21 for the deaf and blind, the department shall assess the  
22 intermediate school district of residence 100% of the cost of  
23 operating the student's instructional program. The amount shall  
24 exclude room and board related costs and the cost of weekend  
25 transportation between the school and the student's home.

26          Sec. 406. (1) The Michigan schools for the deaf and blind may



1 promote its residential program as a possible appropriate option  
2 for children who are deaf or hard of hearing or who are blind or  
3 visually impaired. The Michigan schools for the deaf and blind  
4 shall distribute information detailing its services to all  
5 intermediate school districts in the state.

6 (2) Upon knowledge of or recognition by an intermediate school  
7 district that a child in the district is deaf or hard of hearing or  
8 blind or visually impaired, the intermediate school district shall  
9 provide to the parents of the child the literature distributed by  
10 the Michigan schools for the deaf and blind to intermediate school  
11 districts under subsection (1).

12 (3) Parents will continue to have a choice regarding the  
13 educational placement of their deaf or hard-of-hearing children.

14 Sec. 407. Revenue received by the Michigan schools for the  
15 deaf and blind from gifts, bequests, donations, and local district  
16 service fees that is unexpended at the end of the state fiscal year  
17 may be carried over to the succeeding fiscal year and shall not  
18 revert to the general fund.

19 Sec. 408. In addition to the funds appropriated in part 1, the  
20 funds collected by the Michigan schools for the deaf and the low  
21 incidence outreach program for document reproduction and services;  
22 conferences, workshops, and training classes; and the use of  
23 specialized equipment, facilities, and software are appropriated  
24 for all expenses necessary to provide the required services. These  
25 funds are available for expenditure when they are received and may  
26 be carried forward into the next succeeding fiscal year.



**1    PROFESSIONAL PREPARATION SERVICES**

2           Sec. 501. From the funds appropriated in part 1 for  
3 professional preparation services, the department shall maintain  
4 the registry of educational personnel and certificate  
5 revocation/felony conviction files.

6           Sec. 502. The department shall authorize teacher preparation  
7 institutions to provide an alternative program by which up to 1/2  
8 of the required student internship or student teaching credits may  
9 be earned through substitute teaching. The department shall require  
10 that teacher preparation institutions collaborate with school  
11 districts to ensure that the quality of instruction provided to  
12 student teachers is comparable to that required in a traditional  
13 student teaching program.

14          Sec. 506. Revenue received from teacher testing fees that is  
15 unexpended at the end of the state fiscal year may be carried over  
16 to the succeeding fiscal year and shall not revert to the general  
17 fund.

**18    STATE AID AND SCHOOL FINANCE SERVICES**

19          Sec. 601. Funds appropriated in part 1 for the financial  
20 independence team shall be expended for the purpose of implementing  
21 an early warning system to identify districts and intermediate  
22 school districts that are in need of financial attention. The  
23 financial independence team shall provide expertise, technical  
24 assistance, and the resources necessary to address the financial  
25 needs for those identified distressed districts and intermediate  
26 school districts.



**1    LIBRARY OF MICHIGAN**

2           Sec. 801. In addition to the funds appropriated in part 1, the  
3 funds collected by the department for document reproduction and  
4 services; conferences, workshops, and training classes; and the use  
5 of specialized equipment, facilities, and software are appropriated  
6 for all expenses necessary to provide the required services. These  
7 funds are available for expenditure when they are received and may  
8 be carried forward into the next succeeding fiscal year.

9           Sec. 803. It is the intent of the legislature that the library  
10 of Michigan and the component programs currently within the library  
11 of Michigan with the exception of the genealogical collections  
12 shall be kept together in a state department.

13           Sec. 804. (1) The funds appropriated in part 1 for renaissance  
14 zone reimbursements shall be used to reimburse public libraries  
15 under section 12 of the Michigan renaissance zone act, 1996 PA 376,  
16 MCL 125.2692, for taxes levied in 2015. The allocations shall be  
17 made not later than 60 days after the department of treasury  
18 certifies to the department and to the state budget director that  
19 the department of treasury has received all necessary information  
20 to properly determine the amounts due to each eligible recipient.

21           (2) If the amount appropriated under this section is not  
22 sufficient to fully pay obligations under this section, payments  
23 shall be prorated on an equal basis among all eligible public  
24 libraries.

**25    SCHOOL SUPPORT SERVICES**

26           Sec. 901. Within 10 days of the receipt of a grant



1 appropriated in the federal and private grants line item in part 1,  
2 the department shall notify the house and senate chairpersons of  
3 the appropriations subcommittees responsible for the department  
4 budget, the house and senate fiscal agencies, and the state budget  
5 director of the receipt of the grant, including the funding source,  
6 purpose, and amount of the grant.

7 **MICHIGAN OFFICE OF GREAT START**

8       Sec. 1001. By November 1, 2015, the department shall submit a  
9 report to the house and senate appropriations subcommittees on the  
10 department of education budget and the house and senate fiscal  
11 agencies on the number of eligible child care providers by type  
12 receiving payment for child care services from the department on  
13 October 1, 2015.

14       Sec. 1003. (1) The department shall provide the house and  
15 senate appropriations subcommittees on the department budget with  
16 an annual report on all funding appropriated to the early childhood  
17 investment corporation (ECIC) by the state for fiscal year 2014-  
18 2015. The report is due by February 15 and shall contain at least  
19 the following information:

20       (a) Total funding appropriated to the early childhood  
21 investment corporation by the state for fiscal year 2014-2015.

22       (b) The amount of funding for each grant awarded.

23       (c) The grant recipients.

24       (d) The activities funded by each grant.

25       (e) An analysis of each grant recipient's success in  
26 addressing the development of a comprehensive system of early



1 childhood services and supports.

2 (2) All department contracts for early childhood comprehensive  
3 systems planning shall be bid out through a statewide request-for-  
4 proposal process.

5 **SCHOOL REFORM OFFICE**

6 Sec. 1101. (1) From the funds appropriated in part 1, the  
7 department shall assure all of the following:

8 (a) That public schools that are removed from the control of a  
9 district by action of the state reform/redesign officer,  
10 superintendent of public instruction, or any other entity remain in  
11 compliance with all applicable state and federal law concerning  
12 special education.

13 (b) That students at public schools described in subdivision  
14 (a) with individualized education programs are afforded special  
15 education services in accordance with applicable state and federal  
16 law concerning special education.

17 (2) The department shall report to the legislature on the  
18 number of students in public schools described in subsection (1)(a)  
19 who have an individualized education program and the performance  
20 results of those students after the change in governance of the  
21 public school.

22 PART 2A  
23 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS  
24 FOR FISCAL YEAR 2016-2017



1 **GENERAL SECTIONS**

2           Sec. 1201. It is the intent of the legislature to provide  
3 appropriations for the fiscal year ending on September 30, 2017 for  
4 the line items listed in part 1. The fiscal year 2016-2017  
5 appropriations are anticipated to be the same as those for fiscal  
6 year 2015-2016, except that the line items will be adjusted for  
7 changes in caseload and related costs, federal fund match rates,  
8 economic factors, and available revenue. These adjustments will be  
9 determined after the January 2016 consensus revenue estimating  
10 conference.

11                                   ARTICLE VII

12                                   DEPARTMENT OF ENVIRONMENTAL QUALITY

13                                   PART 1

14                                   LINE-ITEM APPROPRIATIONS

15           Sec. 101. There is appropriated for the department of  
16 environmental quality for the fiscal year ending September 30,  
17 2016, from the following funds:

18 **DEPARTMENT OF ENVIRONMENTAL QUALITY**

19 APPROPRIATION SUMMARY

20	Full-time equated unclassified positions .....	6.0	
21	Full-time equated classified positions .....	1,221.0	
22	GROSS APPROPRIATION .....		\$ 487,912,900
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers.....		9,115,300



1	ADJUSTED GROSS APPROPRIATION .....	\$	478,797,600
2	Federal revenues:		
3	Total federal revenues .....		138,163,100
4	Special revenue funds:		
5	Total local revenues .....		0
6	Total private revenues .....		546,000
7	Total other state restricted revenues .....		305,010,800
8	State general fund/general purpose .....	\$	35,077,700
9	FUND SOURCE SUMMARY		
10	Full-time equated unclassified positions .....	6.0	
11	Full-time equated classified positions .....	1,221.0	
12	GROSS APPROPRIATION .....	\$	487,912,900
13	Interdepartmental grant revenues:		
14	IDG, MDSP .....		1,720,100
15	IDG, MDOT - Michigan transportation fund .....		1,310,500
16	IDT, interdivisional charges .....		2,053,400
17	IDT, laboratory services .....		4,031,300
18	Total interdepartmental grants and intradepartmental		
19	transfers .....		9,115,300
20	ADJUSTED GROSS APPROPRIATION .....	\$	478,797,600
21	Federal revenues:		
22	Federal funds .....		138,163,100
23	Total federal revenues .....		138,163,100
24	Special revenue funds:		
25	Private funds .....		546,000
26	Total private revenues .....		546,000
27	Air emissions fees .....		11,910,500



1	Aquatic nuisance control fund .....	897,800
2	Campground fund .....	309,300
3	Clean Michigan initiative - clean water fund .....	2,617,100
4	Clean Michigan initiative - contaminated sediment ....	1,565,000
5	Clean Michigan initiative - nonpoint source .....	2,000,000
6	Clean Michigan initiative - response activities .....	1,500,000
7	Cleanup and redevelopment fund .....	19,105,000
8	Community pollution prevention fund .....	250,000
9	Electronic waste recycling fund .....	320,700
10	Environmental education fund .....	164,000
11	Environmental pollution prevention fund .....	7,824,700
12	Environmental protection bond fund .....	126,800
13	Environmental protection fund .....	2,379,800
14	Environmental response fund .....	3,719,000
15	Fees and collections .....	421,500
16	Financial instruments .....	9,347,200
17	Great Lakes protection fund .....	234,800
18	Groundwater discharge permit fees .....	1,719,500
19	Infrastructure construction fund .....	50,000
20	Land and water permit fees .....	3,150,700
21	Landfill maintenance trust fund .....	30,300
22	Medical waste emergency response fund .....	325,100
23	Metallic mining surveillance fee revenue .....	98,900
24	Mineral well regulatory fee revenue .....	217,200
25	Nonferrous metallic mineral surveillance .....	353,600
26	NPDES fees .....	4,459,100
27	Oil and gas regulatory fund .....	10,349,200



1	Orphan well fund .....	2,372,300
2	Public swimming pool fund .....	638,500
3	Public utility assessments .....	257,400
4	Public water supply fees .....	4,861,300
5	Refined petroleum fund .....	40,685,600
6	Retired engineers technical assistance fund .....	669,600
7	Revitalization revolving loan fund .....	100,700
8	Revolving loan revenue bonds .....	11,400,000
9	Sand extraction fee revenue .....	91,100
10	Scrap tire regulatory fund .....	5,066,600
11	Septage waste contingency fund .....	18,100
12	Septage waste program fund .....	520,400
13	Settlement funds .....	419,000
14	Sewage sludge land application fee .....	1,114,800
15	Small business pollution prevention revolving loan	
16	fund.....	162,600
17	Soil erosion and sedimentation control training fund .	167,000
18	Solid waste management fund - staff account .....	4,956,400
19	Stormwater permit fees .....	3,059,700
20	Strategic water quality initiatives fund .....	116,173,600
21	Underground storage tank cleanup fund .....	20,000,000
22	Wastewater operator training fees .....	579,300
23	Water analysis fees .....	2,204,200
24	Water pollution control revolving fund .....	3,667,500
25	Water quality protection fund .....	100,000
26	Water use reporting fees .....	278,300
27	Total other state restricted revenues .....	305,010,800



1	State general fund/general purpose .....	\$	35,077,700
2	<b>Sec. 102. EXECUTIVE OPERATIONS</b>		
3	Full-time equated unclassified positions .....	6.0	
4	Full-time equated classified positions .....	13.0	
5	Unclassified salaries--6.0 FTE positions .....	\$	735,600
6	Executive direction--13.0 FTE positions .....		<u>2,058,000</u>
7	GROSS APPROPRIATION .....	\$	2,793,600
8	Appropriated from:		
9	Federal revenues:		
10	Federal funds .....		27,100
11	Special revenue funds:		
12	Environmental protection fund .....		298,100
13	Environmental response fund .....		169,300
14	Oil and gas regulatory fund .....		221,800
15	Refined petroleum fund .....		590,900
16	Settlement funds .....		11,400
17	State general fund/general purpose .....	\$	1,475,000
18	<b>Sec. 103. OFFICE OF THE GREAT LAKES</b>		
19	Full-time equated classified positions .....	12.0	
20	Office of the Great Lakes--12.0 FTE positions .....	\$	2,141,200
21	Coastal management grants .....		<u>1,250,000</u>
22	GROSS APPROPRIATION .....	\$	3,391,200
23	Appropriated from:		
24	Federal revenues:		
25	Federal funds .....		2,176,300
26	Special revenue funds:		
27	Great Lakes protection fund .....		213,500



1	Settlement funds .....		111,900
2	State general fund/general purpose .....	\$	889,500
3	<b>Sec. 104. GREAT LAKES RESTORATION INITIATIVE</b>		
4	Full-time equated classified positions .....	6.0	
5	Great Lakes restoration initiative--6.0 FTE positions	\$	<u>15,046,100</u>
6	GROSS APPROPRIATION .....	\$	15,046,100
7	Appropriated from:		
8	Federal revenues:		
9	Federal funds .....		15,046,100
10	Special revenue funds:		
11	State general fund/general purpose .....	\$	0
12	<b>Sec. 105. DEPARTMENT SUPPORT SERVICES</b>		
13	Full-time equated classified positions .....	34.0	
14	Central support services--34.0 FTE positions .....	\$	4,073,300
15	Accounting service center .....		1,362,200
16	Administrative hearings .....		372,200
17	Automated data processing .....		2,053,400
18	Building occupancy charges .....		4,438,600
19	Environmental support projects .....		5,000,000
20	Rent - privately owned property .....		<u>2,281,200</u>
21	GROSS APPROPRIATION .....	\$	19,580,900
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG, MDSP .....		59,100
25	IDT, interdivisional charges .....		2,053,400
26	IDT, laboratory services .....		150,200
27	Special revenue funds:		



1	Air emissions fees .....	1,230,600
2	Campground fund .....	13,900
3	Cleanup and redevelopment fund .....	1,408,500
4	Electronic waste recycling fund .....	15,000
5	Environmental pollution prevention fund .....	759,700
6	Environmental response fund .....	213,400
7	Fees and collections .....	26,100
8	Financial instruments .....	7,218,700
9	Great Lakes protection fund .....	13,800
10	Groundwater discharge permit fees .....	178,900
11	Land and water permit fees .....	515,600
12	Medical waste emergency response fund .....	15,600
13	Metallic mining surveillance fee revenue .....	4,400
14	Mineral well regulatory fee revenue .....	7,800
15	Nonferrous metallic mineral surveillance .....	800
16	NPDES fees .....	217,700
17	Oil and gas regulatory fund .....	593,400
18	Orphan well fund .....	45,900
19	Public swimming pool fund .....	23,800
20	Public utility assessments .....	19,900
21	Public water supply fees .....	168,800
22	Refined petroleum fund .....	1,611,500
23	Sand extraction fee revenue .....	3,700
24	Scrap tire regulatory fund .....	154,000
25	Septage waste program fund .....	17,500
26	Settlement funds .....	36,500
27	Sewage sludge land application fee .....	117,600



1	Small business pollution prevention revolving loan	
2	fund.....	16,900
3	Soil erosion and sedimentation control training fund .	16,500
4	Solid waste management fund - staff account .....	298,300
5	Stormwater permit fees .....	111,600
6	Wastewater operator training fees .....	30,000
7	Water analysis fees .....	134,300
8	Water use reporting fees .....	21,500
9	State general fund/general purpose .....	\$ 2,056,000
10	<b>Sec. 106. OFFICE OF ENVIRONMENTAL ASSISTANCE</b>	
11	Full-time equated classified positions.....	40.0
12	Office of environmental assistance--40.0 FTE positions \$	7,233,000
13	Pollution prevention local grants .....	<u>250,000</u>
14	GROSS APPROPRIATION .....	\$ 7,483,000
15	Appropriated from:	
16	Federal revenues:	
17	Federal funds .....	779,100
18	Special revenue funds:	
19	Private funds .....	359,200
20	Air emissions fees .....	134,600
21	Community pollution prevention fund .....	250,000
22	Environmental education fund .....	164,000
23	Environmental pollution prevention fund .....	1,481,700
24	Fees and collections .....	118,500
25	Retired engineers technical assistance fund .....	669,600
26	Settlement funds .....	259,200
27	Small business pollution prevention revolving loan	



1	fund.....		132,500
2	State general fund/general purpose .....	\$	3,134,600
3	<b>Sec. 107. WATER RESOURCES DIVISION</b>		
4	Full-time equated classified positions .....	316.0	
5	Land and water interface permit programs--82.0 FTE		
6	positions.....	\$	11,439,100
7	Program direction and project assistance--27.0 FTE		
8	positions.....		2,972,900
9	Water withdrawal assessment program--4.0 FTE positions		611,900
10	Expedited water/wastewater permits--1.0 FTE position .		50,000
11	Fish contaminant monitoring .....		316,100
12	NPDES nonstormwater program--83.0 FTE positions .....		12,777,900
13	Surface water--86.0 FTE positions .....		15,638,200
14	Aquatic nuisance control program--6.0 FTE positions ..		897,800
15	Groundwater discharge--22.0 FTE positions .....		3,157,800
16	Federal - Great Lakes remedial action plan grants ....		583,800
17	Federal - nonpoint source water pollution grants .....		4,083,300
18	Water quality protection grants .....		100,000
19	Water quality and use initiative--5.0 FTE positions ..		1,624,000
20	Real-time beach monitoring .....		500,000
21	Wetlands program .....		1,000,000
22	Wetland mitigation banking grants and loans .....		3,000,000
23	Contaminated lake and river sediment cleanup program .		1,565,000
24	Nonpoint source pollution prevention and control		
25	project program.....		<u>2,000,000</u>
26	GROSS APPROPRIATION .....	\$	62,317,800
27	Appropriated from:		



1	Interdepartmental grant revenues:	
2	IDG, MDOT - Michigan transportation fund .....	1,225,400
3	Federal revenues:	
4	Federal funds .....	19,233,000
5	Special revenue funds:	
6	Aquatic nuisance control fund .....	897,800
7	Clean Michigan initiative fund - clean water fund ....	2,617,100
8	Clean Michigan initiative fund - contaminated sediment	1,565,000
9	Clean Michigan initiative fund - nonpoint source .....	2,000,000
10	Environmental response fund .....	201,600
11	Groundwater discharge permit fees .....	1,446,200
12	Infrastructure construction fund .....	50,000
13	Land and water permit fees .....	2,295,900
14	NPDES fees .....	4,070,300
15	Refined petroleum fund .....	440,600
16	Sewage sludge land application fee .....	936,200
17	Soil erosion and sedimentation control training fund .	137,600
18	Stormwater permit fees .....	2,860,700
19	Strategic water quality initiatives fund .....	3,000,000
20	Wastewater operator training fees .....	276,600
21	Water pollution control revolving fund .....	809,500
22	Water quality protection fund .....	100,000
23	Water use reporting fees .....	240,500
24	State general fund/general purpose .....	\$ 17,913,800
25	<b>Sec. 108. LAW ENFORCEMENT DIVISION</b>	
26	Full-time equated classified positions .....	14.0
27	Environmental investigations--14.0 FTE positions .....	\$ <u>2,809,200</u>



1	GROSS APPROPRIATION .....	\$	2,809,200
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDT, laboratory services .....		15,700
5	Federal revenues:		
6	Federal funds .....		569,500
7	Special revenue funds:		
8	Air emissions fees .....		55,900
9	Campground fund .....		2,100
10	Cleanup and redevelopment fund .....		185,500
11	Electronic waste recycling fund .....		1,600
12	Environmental pollution prevention fund .....		106,200
13	Environmental response fund .....		40,000
14	Fees and collections .....		4,100
15	Financial instruments .....		513,600
16	Great Lakes protection fund .....		1,500
17	Groundwater discharge permit fees .....		18,700
18	Land and water permit fees .....		76,900
19	Medical waste emergency response fund .....		2,400
20	Metallic mining surveillance fee revenue .....		700
21	Mineral well regulatory fee revenue .....		1,200
22	NPDES fees .....		31,900
23	Oil and gas regulatory fund .....		85,700
24	Orphan well fund .....		7,100
25	Public swimming pool fund .....		3,700
26	Public utility assessments .....		2,000
27	Public water supply fees .....		26,200



1	Refined petroleum fund .....	360,900
2	Sand extraction fee revenue .....	600
3	Scrap tire regulatory fund .....	28,900
4	Septage waste program fund .....	2,700
5	Sewage sludge land application fee .....	12,100
6	Small business pollution prevention revolving loan	
7	fund.....	2,600
8	Soil erosion and sedimentation control training fund .	2,600
9	Solid waste management fund - staff account .....	40,400
10	Stormwater permit fees .....	17,400
11	Wastewater operator training fees .....	4,600
12	Water analysis fees .....	18,100
13	Water use reporting fees .....	3,100
14	State general fund/general purpose .....	\$ 563,000
15	<b>Sec. 109. AIR QUALITY DIVISION</b>	
16	Full-time equated classified positions .....	189.0
17	Air quality programs--189.0 FTE positions .....	\$ <u>26,868,000</u>
18	GROSS APPROPRIATION .....	\$ 26,868,000
19	Appropriated from:	
20	Federal revenues:	
21	Federal funds .....	7,322,000
22	Special revenue funds:	
23	Air emissions fees .....	9,831,400
24	Environmental pollution prevention fund .....	1,337,000
25	Fees and collections .....	222,400
26	Oil and gas regulatory fund .....	134,600
27	Refined petroleum fund .....	3,589,900



1	State general fund/general purpose .....	\$	4,430,700
2	<b>Sec. 110. RESOURCE MANAGEMENT DIVISION</b>		
3	Full-time equated classified positions .....		305.0
4	Drinking water and environmental health--106.0 FTE		
5	positions.....	\$	14,505,000
6	Hazardous waste management program--45.0 FTE positions		6,795,500
7	Low-level radioactive waste authority--2.0 FTE		
8	positions.....		227,700
9	Medical waste program--2.0 FTE positions .....		297,200
10	Municipal assistance--29.0 FTE positions .....		4,724,600
11	Radiological protection program--12.0 FTE positions ..		1,939,200
12	Scrap tire regulatory program--10.0 FTE positions ....		1,320,200
13	Oil, gas, and mineral services--59.0 FTE positions ...		12,012,800
14	Recycling initiative--3.0 FTE positions .....		999,100
15	Solid waste management program--37.0 FTE positions ...		4,925,900
16	Drinking water program grants .....		830,000
17	Noncommunity water grants .....		2,000,000
18	Septage waste compliance grants .....		275,000
19	Strategic water quality initiative grants and loans ..		97,000,000
20	Water pollution control and drinking water revolving		
21	fund.....		84,993,000
22	Scrap tire grants .....		<u>3,500,000</u>
23	GROSS APPROPRIATION .....	\$	236,345,200
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG, MDSP .....		1,635,600
27	Federal revenues:		



1	Federal funds .....	85,785,900
2	Special revenue funds:	
3	Campground fund .....	285,000
4	Electronic waste recycling fund .....	297,700
5	Environmental pollution prevention fund .....	3,686,500
6	Fees and collections .....	34,000
7	Medical waste emergency response fund .....	297,200
8	Metallic mining surveillance fee revenue .....	91,100
9	Mineral well regulatory fee revenue .....	203,300
10	Nonferrous metallic mineral surveillance .....	352,500
11	Oil and gas regulatory fund .....	8,991,200
12	Orphan well fund .....	2,290,200
13	Public swimming pool fund .....	596,000
14	Public utility assessments .....	227,700
15	Public water supply fees .....	4,217,400
16	Refined petroleum fund .....	670,300
17	Revolving loan revenue bonds .....	11,400,000
18	Sand extraction fee revenue .....	84,500
19	Scrap tire regulatory fund .....	4,820,200
20	Septage waste contingency fund .....	18,100
21	Septage waste program fund .....	489,000
22	Solid waste management fund - staff account .....	4,448,700
23	Strategic water quality initiatives fund .....	98,173,600
24	Wastewater operator training fees .....	249,200
25	Water pollution control revolving fund .....	2,814,900
26	State general fund/general purpose .....	\$ 4,185,400
27	<b>Sec. 111. REMEDIATION AND REDEVELOPMENT DIVISION</b>	



1	Full-time equated classified positions .....	291.0	
2	Contaminated site investigations, cleanup and		
3	revitalization--202.0 FTE positions .....		\$ 24,329,900
4	Federal cleanup project management--50.0 FTE positions		8,858,900
5	Laboratory services--39.0 FTE positions .....		6,082,600
6	Brownfield grants .....		1,500,000
7	Emergency cleanup actions .....		4,000,000
8	Environmental bond site reclamation program .....		126,800
9	Environmental cleanup support .....		1,840,000
10	Environmental cleanup and redevelopment program .....		15,000,000
11	Refined petroleum product cleanup program .....		20,000,000
12	Superfund cleanup .....		<u>1,000,000</u>
13	GROSS APPROPRIATION .....		\$ 82,738,200
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDT, laboratory services .....		3,801,400
17	Federal revenues:		
18	Federal funds .....		6,248,100
19	Special revenue funds:		
20	Private funds .....		186,800
21	Clean Michigan initiative - response activities .....		1,500,000
22	Cleanup and redevelopment fund .....		16,758,900
23	Environmental protection bond fund .....		126,800
24	Environmental protection fund .....		1,995,400
25	Environmental response fund .....		2,931,200
26	Landfill maintenance trust fund .....		30,300
27	Public water supply fees .....		302,800



1	Refined petroleum fund .....	31,777,400
2	Revitalization revolving loan fund .....	100,700
3	Strategic water quality initiatives fund .....	15,000,000
4	Water analysis fees .....	1,978,400
5	State general fund/general purpose .....	\$ 0
6	<b>Sec. 112. UNDERGROUND STORAGE TANK AUTHORITY</b>	
7	Full-time equated classified positions .....	1.0
8	Underground storage tank cleanup program--1.0 FTE	
9	position.....	\$ <u>20,000,000</u>
10	GROSS APPROPRIATION .....	\$ 20,000,000
11	Appropriated from:	
12	Federal revenues:	
13	Special revenue funds:	
14	Underground storage tank cleanup fund .....	20,000,000
15	State general fund/general purpose .....	\$ 0
16	<b>Sec. 113. INFORMATION TECHNOLOGY</b>	
17	Information technology services and projects .....	\$ <u>8,539,700</u>
18	GROSS APPROPRIATION .....	\$ 8,539,700
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG, MDSP .....	25,400
22	IDG, MDOT - Michigan transportation fund .....	85,100
23	IDT, laboratory services .....	64,000
24	Federal revenues:	
25	Federal funds .....	976,000
26	Special revenue funds:	
27	Air emission fees .....	658,000



1	Campground fund .....	8,300
2	Cleanup and redevelopment fund .....	752,100
3	Electronic waste recycling fund .....	6,400
4	Environmental pollution prevention fund .....	453,600
5	Environmental protection fund .....	86,300
6	Environmental response fund .....	163,500
7	Fees and collections .....	16,400
8	Financial instruments .....	1,614,900
9	Great Lakes protection fund .....	6,000
10	Groundwater discharge permit fees .....	75,700
11	Land and water permit fees .....	262,300
12	Medical waste emergency response fund .....	9,900
13	Metallic mining surveillance fee revenue .....	2,700
14	Mineral well regulatory fee revenue .....	4,900
15	Nonferrous metallic mineral surveillance .....	300
16	NPDES fees .....	139,200
17	Oil and gas regulatory fund .....	322,500
18	Orphan well fund .....	29,100
19	Public swimming pool fund .....	15,000
20	Public utility assessments .....	7,800
21	Public water supply fees .....	146,100
22	Refined petroleum fund .....	1,644,100
23	Sand extraction fee revenue .....	2,300
24	Scrap tire regulatory fund .....	63,500
25	Septage waste program fund .....	11,200
26	Sewage sludge land application fee .....	48,900
27	Small business pollution prevention revolving loan	



1	fund.....	10,600
2	Soil erosion and sedimentation control training fund .	10,300
3	Solid waste management fund - staff account .....	169,000
4	Stormwater permit fees .....	70,000
5	Wastewater operator training fees .....	18,900
6	Water analysis fees .....	73,400
7	Water pollution control revolving fund .....	43,100
8	Water use reporting fees .....	13,200
9	State general fund/general purpose .....	\$ 429,700

10 PART 2  
 11 PROVISIONS CONCERNING APPROPRIATIONS  
 12 FOR FISCAL YEAR 2015-2016

13 **GENERAL SECTIONS**

14 Sec. 201. Pursuant to section 30 of article IX of the state  
 15 constitution of 1963, total state spending from state resources  
 16 under part 1 for fiscal year 2015-2016 is \$340,088,500.00 and state  
 17 spending from state resources to be paid to local units of  
 18 government for fiscal year 2015-2016 is \$3,648,500.00. The itemized  
 19 statement below identifies appropriations from which spending to  
 20 local units of government will occur:

21 GRANTS

22	Drinking water and environmental health .....	\$ 1,800,000
23	Surface water quality program. ....	500,000
24	Waste management programs. ....	1,073,500
25	Septage waste compliance program. ....	<u>275,000</u>



1 TOTAL ..... \$ 3,648,500

2 Sec. 202. The appropriations authorized under this part and  
3 part 1 are subject to the management and budget act, 1984 PA 431,  
4 MCL 18.1101 to 18.1594.

5 Sec. 203. As used in this part and part 1:

6 (a) "Department" means the department of environmental  
7 quality.

8 (b) "Director" means the director of the department.

9 (c) "FTE" means full-time equated.

10 (d) "IDG" means interdepartmental grant.

11 (e) "IDT" means intradepartmental transfer.

12 (f) "MDOT" means the state transportation department.

13 (g) "MDSP" means the department of state police.

14 (h) "NPDES" means national pollution discharge elimination  
15 system.

16 Sec. 204. (1) For each new program or program expansion for  
17 which funds in excess of \$500,000.00 are appropriated in part 1,  
18 the department shall identify specific benchmarks intended to  
19 measure the performance or return on taxpayer investment of the  
20 program and its associated expenditures. Not later than November 1,  
21 2015, the department shall report the proposed benchmarks to the  
22 house and senate appropriations subcommittees for that department,  
23 the house and senate fiscal agencies, and the state budget  
24 director. The department shall provide an update on its progress in  
25 achieving those benchmarks at an appropriations subcommittee  
26 meeting called for the purpose of discussing benchmarks and their  
27 status.



1 (2) It is the intent of the legislature that, beginning with  
2 the budget for the fiscal year ending September 30, 2016, any  
3 proposal for a new program or an expansion of an existing program  
4 in excess of \$500,000.00 initiated by the executive branch or the  
5 legislature shall include, as part of the original proposal or  
6 budget request, a list of benchmarks intended to measure the  
7 performance or return on taxpayer investment of the program or  
8 spending increase.

9 Sec. 205. The departments and agencies receiving  
10 appropriations in part 1 shall use the Internet to fulfill the  
11 reporting requirements of this part. This requirement may include  
12 transmission of reports via electronic mail to the recipients  
13 identified for each reporting requirement, or it may include  
14 placement of reports on an Internet or intranet site.

15 Sec. 207. The departments and agencies receiving  
16 appropriations in part 1 shall receive and retain copies of all  
17 reports funded from appropriations in part 1. Federal and state  
18 guidelines for short-term and long-term retention of records shall  
19 be followed. The department may electronically retain copies of  
20 reports unless otherwise required by federal and state guidelines.

21 Sec. 209. The departments and agencies receiving  
22 appropriations in part 1 shall prepare a report on out-of-state  
23 travel expenses not later than January 1 of each year. The travel  
24 report shall be a listing of all travel by classified and  
25 unclassified employees outside this state in the immediately  
26 preceding fiscal year that was funded in whole or in part with  
27 funds appropriated in the department's budget. The report shall be



1 submitted to the house and senate appropriations committees, the  
2 house and senate fiscal agencies, and the state budget director.  
3 The report shall include the following information:

4 (a) The dates of each travel occurrence.

5 (b) The total transportation and related costs of each travel  
6 occurrence, including the proportion funded with state general  
7 fund/general purpose revenues, the proportion funded with state  
8 restricted revenues, the proportion funded with federal revenues,  
9 and the proportion funded with other revenues.

10 Sec. 210. Funds appropriated in part 1 shall not be used for  
11 the purchase of foreign goods or services, or both, if  
12 competitively priced and of comparable quality American goods or  
13 services, or both, are available. Preference shall be given to  
14 goods or services, or both, manufactured or provided by Michigan  
15 businesses and associated subcontractors if they are competitively  
16 priced and of comparable quality. In addition, preference shall be  
17 given to goods or services, or both, that are manufactured or  
18 provided by Michigan businesses owned and operated by veterans, if  
19 they are competitively priced and of comparable quality.

20 Sec. 211. The director shall take all reasonable steps to  
21 ensure businesses in deprived and depressed communities compete for  
22 and perform contracts to provide services or supplies, or both. The  
23 director shall strongly encourage firms with which the department  
24 contracts to subcontract with certified businesses in depressed and  
25 deprived communities for services, supplies, or both.

26 Sec. 212. The department shall not take disciplinary action  
27 against an employee for communicating with a member of the



1 legislature or his or her staff.

2       Sec. 213. (1) Funds appropriated in part 1 shall not be used  
3 by the department to promulgate a rule that will apply to a small  
4 business and that will have a disproportionate economic impact on  
5 small businesses because of the size of those businesses if the  
6 department fails to reduce the disproportionate economic impact of  
7 the rule on small businesses as provided under section 40 of the  
8 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

9       (2) As used in this section:

10       (a) "Rule" means that term as defined under section 7 of the  
11 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

12       (b) "Small business" means that term as defined under section  
13 7a of the administrative procedures act of 1969, 1969 PA 306, MCL  
14 24.207a.

15       Sec. 214. Funds appropriated in this part and part 1 shall not  
16 be used by a principal executive department, state agency, or  
17 authority to hire a person to provide legal services that are the  
18 responsibility of the attorney general. This prohibition does not  
19 apply to legal services for bonding activities and for those  
20 activities that the attorney general authorizes.

21       Sec. 215. (1) In addition to the funds appropriated in part 1,  
22 there is appropriated an amount not to exceed \$30,000,000.00 for  
23 federal contingency funds. These funds are not available for  
24 expenditure until they have been transferred to another line item  
25 in part 1 under section 393(2) of the management and budget act,  
26 1984 PA 431, MCL 18.1393.

27       (2) In addition to the funds appropriated in part 1, there is



1 appropriated an amount not to exceed \$5,000,000.00 for state  
2 restricted contingency funds. These funds are not available for  
3 expenditure until they have been transferred to another line item  
4 in part 1 under section 393(2) of the management and budget act,  
5 1984 PA 431, MCL 18.1393.

6 (3) In addition to the funds appropriated in part 1, there is  
7 appropriated an amount not to exceed \$100,000.00 for local  
8 contingency funds. These funds are not available for expenditure  
9 until they have been transferred to another line item in part 1  
10 under section 393(2) of the management and budget act, 1984 PA 431,  
11 MCL 18.1393.

12 (4) In addition to the funds appropriated in part 1, there is  
13 appropriated an amount not to exceed \$500,000.00 for private  
14 contingency funds. These funds are not available for expenditure  
15 until they have been transferred to another line item in part 1  
16 under section 393(2) of the management and budget act, 1984 PA 431,  
17 MCL 18.1393.

18 Sec. 216. (1) The department shall report all of the following  
19 information relative to allocations made from appropriations for  
20 the environmental cleanup and redevelopment program, state cleanup,  
21 emergency actions, superfund cleanup, the revitalization revolving  
22 loan program, the brownfield grants and loans program, the leaking  
23 underground storage tank cleanup program, the contaminated lake and  
24 river sediments cleanup program, the refined petroleum product  
25 cleanup program, and the environmental protection bond projects  
26 under section 19508(7) of the natural resources and environmental  
27 protection act, 1994 PA 451, MCL 324.19508, to the state budget



1 director, the senate and house appropriations subcommittees on  
2 environmental quality, and the senate and house fiscal agencies:

3 (a) The name and location of the site for which an allocation  
4 is made.

5 (b) The nature of the problem encountered at the site.

6 (c) A brief description of how the problem will be resolved if  
7 the allocation is made for a response activity.

8 (d) The estimated date that site closure activities will be  
9 completed.

10 (e) The amount of the allocation, or the anticipated financing  
11 for the site.

12 (f) A summary of the sites and the total amount of funds  
13 expended at the sites at the conclusion of the fiscal year.

14 (g) The number of brownfield projects that were successfully  
15 redeveloped.

16 (2) The report prepared under subsection (1) shall also  
17 include all of the following:

18 (a) The status of all state-owned facilities that are on the  
19 list compiled under part 201 of the natural resources and  
20 environmental protection act, 1994 PA 451, MCL 324.20101 to  
21 324.20142.

22 (b) The report shall include the total amount of funds  
23 expended during the fiscal year and the total amount of funds  
24 awaiting expenditure.

25 (c) The total amount of bonds issued for the environmental  
26 protection bond program pursuant to part 193 of the natural  
27 resources and environmental protection act, 1994 PA 451, MCL



1 324.19301 to 324.19306, and bonds issued pursuant to the clean  
2 Michigan initiative act, 1998 PA 284, MCL 324.95101 to 324.95108.

3 (3) The report shall be made available by March 31 of each  
4 year.

5 Sec. 217. (1) The department may expend amounts remaining from  
6 the current and prior fiscal year appropriations to meet funding  
7 needs of legislatively approved sites for the environmental cleanup  
8 and redevelopment program, the refined petroleum product cleanup  
9 program, brownfield grants and loans, waterfront grants, and the  
10 environmental bond site reclamation program.

11 (2) Unexpended and unencumbered amounts remaining from  
12 appropriations from the environmental protection bond fund  
13 contained in 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA 63, and  
14 2012 PA 236 are appropriated for expenditure for any site listed in  
15 this part and part 1 and any site listed in the public acts  
16 referenced in this section.

17 (3) Unexpended and unencumbered amounts remaining from  
18 appropriations from the clean Michigan initiative fund - response  
19 activities contained in 2000 PA 52, 2004 PA 309, 2005 PA 11, 2006  
20 PA 343, 2007 PA 121, 2011 PA 63, 2013 PA 59, and 2014 PA 252 are  
21 appropriated for expenditure for any site listed in this part and  
22 part 1 and any site listed in the public acts referenced in this  
23 section.

24 (4) Unexpended and unencumbered amounts remaining from  
25 appropriations from the refined petroleum fund activities contained  
26 in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63,  
27 2012 PA 200, 2013 PA 59, and 2014 PA 252 are appropriated for



1 expenditure for any site listed in this part and part 1 and any  
2 site listed in the public acts referenced in this section.

3 (5) Unexpended and unencumbered amounts remaining from the  
4 appropriations from the strategic water quality initiatives fund  
5 contained in 2011 PA 50, 2011 PA 63, 2012 PA 200, 2013 PA 59, and  
6 2014 PA 252 are appropriated for expenditure for any site listed in  
7 this part and part 1 and any site listed in the public acts  
8 referenced in this section.

9 Sec. 219. Unexpended settlement revenues at the end of the  
10 fiscal year may be carried forward into the settlement fund in the  
11 succeeding fiscal year up to a maximum carryforward of  
12 \$2,500,000.00.

13 Sec. 221. Not later than November 30, the state budget office  
14 shall prepare and transmit a report that provides for estimates of  
15 the total general fund/general purpose appropriation lapses at the  
16 close of the prior fiscal year. This report shall summarize the  
17 projected year-end general fund/general purpose appropriation  
18 lapses by major departmental program or program areas. The report  
19 shall be transmitted to the chairpersons of the senate and house  
20 appropriations committees and the senate and house fiscal agencies.

21 Sec. 222. Within 14 days after the release of the executive  
22 budget recommendation, the department shall cooperate with the  
23 state budget office to provide the senate and house appropriations  
24 chairs, the senate and house appropriations subcommittee chairs,  
25 and the senate and house fiscal agencies with an annual report on  
26 estimated state restricted fund balances, state restricted fund  
27 projected revenues, and state restricted fund expenditures for the



1 fiscal years ending September 30, 2015 and September 30, 2016.

2       Sec. 223. Part 1 provides authorizations to fund classified  
3 positions during the fiscal year ending September 30, 2016. Line-  
4 item appropriations include limitations on the number of payroll  
5 hours to be funded, on the basis of 2,088 hours per each FTE  
6 position. The department shall report the number of funded FTE  
7 positions within 15 days after the effective date of this part. The  
8 number of classified employees compensated through each line item  
9 is limited by the authorized FTE positions indicated in part 1, as  
10 adjusted for the number of reported funded FTE positions. The  
11 report shall be provided to the house and senate appropriations  
12 subcommittees on environmental quality and the house and senate  
13 fiscal agencies.

14       Sec. 225. The department shall cooperate with the department  
15 of technology, management, and budget to maintain a searchable  
16 website accessible by the public at no cost that includes, but is  
17 not limited to, all of the following for each department or agency:

18       (a) Fiscal year-to-date expenditures by category.

19       (b) Fiscal year-to-date expenditures by appropriation unit.

20       (c) Fiscal year-to-date payments to a selected vendor,  
21 including the vendor name, payment date, payment amount, and  
22 payment description.

23       (d) The number of active department employees by job  
24 classification.

25       (e) Job specifications and wage rates.

26       Sec. 228. The department shall provide a report on the  
27 customer satisfaction evaluation program and the feedback received



1 to the house and senate appropriations subcommittees on  
2 environmental quality and the house and senate fiscal agencies by  
3 July 1, 2016.

4 Sec. 229. The department shall provide a report on the  
5 expedited permitting program to the house and senate appropriations  
6 subcommittees on environmental quality and the house and senate  
7 fiscal agencies by July 1, 2016.

8 Sec. 231. The department shall maintain, on a publicly  
9 accessible website, a department scorecard that identifies, tracks,  
10 and regularly updates key metrics that are used to monitor and  
11 improve the agency's performance.

12 Sec. 234. Total authorized appropriations from all sources  
13 under part 1 for legacy costs for the fiscal year ending September  
14 30, 2016 are \$32,415,600.00. From this amount, total agency  
15 appropriations for pension-related legacy costs are estimated at  
16 \$18,399,000.00. Total agency appropriations for retiree health care  
17 legacy costs are estimated at \$14,016,600.00.

## 18 **REMEDIATION DIVISION**

19 Sec. 301. Revenues remaining in the interdepartmental  
20 transfers, laboratory services at the end of the fiscal year shall  
21 carry forward into the succeeding fiscal year.

22 Sec. 302. The unexpended funds appropriated in part 1 for  
23 emergency cleanup actions, the environmental cleanup and  
24 redevelopment program, and the refined petroleum product cleanup  
25 program are considered work project appropriations and any  
26 unencumbered or unallotted funds are carried forward into the



1 succeeding fiscal year. The following is in compliance with section  
 2 451a(1) of the management and budget act, 1984 PA 431, MCL  
 3 18.1451a:

4 (a) The purpose of the projects to be carried forward is to  
 5 provide contaminated site cleanup.

6 (b) The projects will be accomplished by contract.

7 (c) The total estimated cost of all projects is identified in  
 8 each line-item appropriation.

9 (d) The tentative completion date is September 30, 2020.

10 Sec. 303. Effective October 1, 2015, surplus funds not to  
 11 exceed \$1,000,000.00 in the cleanup and redevelopment trust fund  
 12 are appropriated to the environmental protection fund created in  
 13 section 503a of the natural resources and environmental protection  
 14 act, 1994 PA 451, MCL 324.503a.

15 Sec. 304. Effective October 1, 2015, surplus funds not to  
 16 exceed \$1,000,000.00 in the community pollution prevention fund  
 17 created in section 3f of 1976 IL 1, MCL 445.573f, are appropriated  
 18 to the environmental protection fund created in section 503a of the  
 19 natural resources and environmental protection act, 1994 PA 451,  
 20 MCL 324.503a.

21 Sec. 306. (1) The funds appropriated in part 1 for the refined  
 22 petroleum product cleanup program shall be used to fund cleanup  
 23 activities on the following sites:

24 Site Name	County
25 Long Lake Super Market	Alpena
26 11192 S M-43	Barry
27 Mel's Service	Bay



1	American Laundry - Benton Harbor	Berrien
2	Spencer's Cleaners	Berrien
3	Baker Oil (W. Dickman)	Calhoun
4	USA MiniMart in Sault Ste. Marie	Chippewa
5	VanSloten Shell in Rudyard	Chippewa
6	City of Davison-Mill St	Genesee
7	Flint FD Fleet Admin	Genesee
8	Flint Water Department Service Center	Genesee
9	Howard Jameson A+H Racing	Gladwin
10	Clark #1501	Jackson
11	1201 Wealthy	Kent
12	1603 Diamond	Kent
13	2555 Oak Industrial Drive	Kent
14	501 Leonard	Kent
15	857 Wealthy	Kent
16	Market 103	Lapeer
17	Clark 1457 Adrian	Lenawee
18	Blanchard Grocery	Montcalm

19           (2) The department shall provide a report to the legislature  
20 on the amount actually spent at each site listed in subsection (1)  
21 and give a detailed account of the work actually performed at each  
22 site.

23           Sec. 309. The unexpended funds appropriated in part 1 for the  
24 brownfield grant program are considered work project appropriations  
25 and any unencumbered or unallotted funds are carried forward into  
26 the succeeding fiscal year. The following is in compliance with  
27 section 451a(1) of the management and budget act, 1984 PA 431, MCL



1 18.1451a:

2 (a) The purpose of the projects to be carried forward is to  
3 provide contaminated site cleanup.

4 (b) The projects will be accomplished by contract.

5 (c) The total estimated cost of all projects is \$1,500,000.00.

6 (d) The tentative completion date is September 30, 2020.

7 Sec. 310. (1) Upon approval by the state budget director, the  
8 department may expend from the general fund of the state an amount  
9 to meet the cash-flow requirements of projects funded under any of  
10 the following that are financed from bond proceeds and for which  
11 bonds have been authorized but not yet issued:

12 (a) Part 52 of the natural resources and environmental  
13 protection act, 1994 PA 451, MCL 324.5201 to 324.5206.

14 (b) Part 193 of the natural resources and environmental  
15 protection act, 1994 PA 451, MCL 324.19301 to 324.19306.

16 (c) Part 196 of the natural resources and environmental  
17 protection act, 1994 PA 451, MCL 324.19601 to 324.19616.

18 (2) Upon the sale of bonds for projects described in  
19 subsection (1), the department shall credit the general fund of the  
20 state an amount equal to that expended from the general fund.

21 **WATER RESOURCES DIVISION**

22 Sec. 401. From funds appropriated in part 1, the department  
23 shall conduct a study on the establishment of a statewide septic  
24 code.

25 Sec. 405. If a certified health department does not exist in a  
26 city, county, or district or does not fulfill its responsibilities



1 under part 117 of the natural resources and environmental  
2 protection act, 1994 PA 451, MCL 324.11701 to 324.11720, then the  
3 department may spend funds appropriated in part 1 under the septage  
4 waste compliance program in accordance with section 11716 of the  
5 natural resources and environmental protection act, 1994 PA 451,  
6 MCL 324.11716.

7 **AIR QUALITY DIVISION**

8       Sec. 501. (1) From the increased funds appropriated in part 1  
9 for the air quality program, the department shall increase the  
10 funding available for compliance assistance, permitting,  
11 inspections, monitoring, and enforcement of facilities that are  
12 major sources of air pollution. The funding shall be used to assist  
13 with assuring that this state meets national ambient air quality  
14 standards and that this state is in compliance with the clean air  
15 act, 42 USC 7401 to 7671q.

16       (2) From the funds appropriated in part 1 for the additional  
17 air emission fee revenue enacted by the legislature for fiscal year  
18 2015-2016, the department shall hire 1 FTE dedicated to oversight  
19 of the air quality programs for the Upper Peninsula.

20       Sec. 502. The department shall not assess additional penalties  
21 under part 55 of the natural resources and environmental protection  
22 act, 1994 PA 451, MCL 324.5501 to 324.5542, for violations that  
23 occurred under a previous owner unless compelled by a consent order  
24 or judgment, or other legal requirement.

25 **RESOURCE MANAGEMENT DIVISION**



1           Sec. 603. From the funds appropriated in part 1, by December  
2 31, 2015, the department shall compile and make available to the  
3 public on a publicly accessible website a report containing a  
4 summary document of each completed asset management plan for any  
5 stormwater, asset management, or wastewater grant awarded to a  
6 local unit of government to fund the development of a plan. As a  
7 condition of receiving a stormwater, asset management, or  
8 wastewater grant, a local unit of government shall make its asset  
9 management plan available to the department upon request when  
10 completed and shall retain copies of the plan that can be made  
11 available to the public for a minimum of 15 years. The department  
12 shall make available a summary document of each plan on a publicly  
13 accessible website by September 30 of the year it was completed.  
14 The summary document shall include a summary of the plan, the  
15 plan's major identified assets, and contact information for the  
16 local unit of government.

17           Sec. 604. Of the funds appropriated in part 1, if the balance  
18 of revenue in the environmental pollution prevention fund is  
19 anticipated to decline below anticipated spending levels at any  
20 point during the fiscal year ending September 30, 2016,  
21 appropriations other than the hazardous waste management program  
22 appropriation shall be reduced.

23 **UNDERGROUND STORAGE TANK AUTHORITY**

24           Sec. 701. The unexpended funds appropriated in part 1 for the  
25 underground storage tank cleanup program are considered work  
26 project appropriations, and any unencumbered or unallotted funds



1 are carried forward into the succeeding fiscal year. The following  
2 is in compliance with section 451a(1) of the management and budget  
3 act, 1984 PA 431, MCL 18.1451a:

4 (a) The purpose of the projects to be carried forward is to  
5 provide contaminated site cleanup.

6 (b) The projects will be accomplished by contract.

7 (c) The total estimated cost of all projects is  
8 \$20,000,000.00.

9 (d) The tentative completion date is September 30, 2020.

10 ARTICLE VIII

11 GENERAL GOVERNMENT

12 PART 1

13 LINE-ITEM APPROPRIATIONS

14 Sec. 101. There is appropriated for the legislature, the  
15 executive, the department of attorney general, the department of  
16 state, the department of treasury, the department of technology,  
17 management, and budget, the department of civil service, the  
18 department of civil rights, and certain state purposes related  
19 thereto, for the fiscal year ending September 30, 2016, from the  
20 following funds:

21 **TOTAL GENERAL GOVERNMENT**

22 APPROPRIATION SUMMARY

23	Full-time equated unclassified positions .....	44.0	
24	Full-time equated classified positions .....	7,798.2	
25	GROSS APPROPRIATION .....		\$ 4,650,910,300



1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers.....	742,192,600
4	ADJUSTED GROSS APPROPRIATION .....	\$ 3,908,717,700
5	Federal revenues:	
6	Total federal revenues .....	688,424,100
7	Special revenue funds:	
8	Total local revenues .....	17,050,900
9	Total private revenues .....	6,283,300
10	Total other state restricted revenues .....	2,073,445,800
11	State general fund/general purpose .....	\$ 1,123,513,600
12	<b>Sec. 102. DEPARTMENT OF ATTORNEY GENERAL</b>	
13	<b>(1) APPROPRIATION SUMMARY</b>	
14	Full-time equated unclassified positions .....	6.0
15	Full-time equated classified positions .....	518.5
16	GROSS APPROPRIATION .....	\$ 91,941,600
17	Interdepartmental grant revenues:	
18	Total interdepartmental grants and intradepartmental	
19	transfers.....	28,533,900
20	ADJUSTED GROSS APPROPRIATION .....	\$ 63,407,700
21	Federal revenues:	
22	Total federal revenues .....	9,278,600
23	Special revenue funds:	
24	Total local revenues .....	0
25	Total private revenues .....	0
26	Total other state restricted revenues .....	17,281,700



1	State general fund/general purpose .....	\$	36,847,400
2	<b>(2) ATTORNEY GENERAL OPERATIONS</b>		
3	Full-time equated unclassified positions .....	6.0	
4	Full-time equated classified positions .....	518.5	
5	Attorney general .....	\$	112,500
6	Unclassified positions--5.0 FTE positions .....		735,600
7	Attorney general operations--475.5 FTE positions .....		81,501,200
8	Child support enforcement--25.0 FTE positions .....		3,434,300
9	Prosecuting attorneys coordinating council--12.0 FTE		
10	positions.....		2,099,500
11	Public safety initiative--1.0 FTE position .....		904,100
12	Sexual assault law enforcement--5.0 FTE positions .....		<u>1,700,000</u>
13	GROSS APPROPRIATION .....	\$	90,487,200
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG from MDCH, health policy .....		202,500
17	IDG from MDCH, medical services administration .....		676,400
18	IDG from MDCH, WIC .....		149,300
19	IDG from department of corrections .....		646,400
20	IDG from MDE .....		583,000
21	IDG from MDEQ .....		1,966,100
22	IDG from MDHS .....		5,806,000
23	IDG from MDIFS, financial and insurance services .....		1,187,100
24	IDG from MSF, workforce development agency .....		87,700
25	IDG from MDLARA, fireworks safety fund .....		81,200
26	IDG from MDLARA, health professions .....		2,972,600
27	IDG from MDLARA, licensing and regulation fees .....		328,500



1	IDG from MDLARA, Michigan occupational safety and	
2	health administration.....	105,400
3	IDG from MDLARA, remonumentation fees .....	103,900
4	IDG from MDLARA, securities fees .....	184,300
5	IDG from MDLARA, unlicensed builders .....	327,600
6	IDG from MDMVA .....	161,300
7	IDG from MDOS, children's protection registry .....	44,100
8	IDG from MDOT, comprehensive transportation fund .....	200,100
9	IDG from MDOT, state aeronautics fund .....	173,800
10	IDG from MDOT, state trunkline fund .....	2,377,300
11	IDG from MDSP, Michigan justice training fund .....	162,400
12	IDG from MDSP .....	251,800
13	IDG from MDTMB .....	453,900
14	IDG from MDTMB, civil service commission .....	299,400
15	IDG from MDTMB, risk management revolving fund .....	1,437,000
16	IDG from Michigan state housing development authority	662,200
17	IDG from treasury .....	6,727,400
18	IDG from treasury, Michigan strategic fund .....	175,200
19	Federal revenues:	
20	DAG, state administrative match grant/food stamps ....	134,000
21	Federal funds .....	3,081,700
22	HHS, medical assistance, medigant .....	376,700
23	HHS-OS, state Medicaid fraud control units .....	5,567,300
24	National criminal history improvement program .....	118,900
25	Special revenue funds:	
26	Antitrust enforcement collections .....	746,400
27	Attorney general's operations fund .....	1,207,900



1	Auto repair facilities fees .....	320,500
2	Franchise fees .....	374,300
3	Game and fish protection fund .....	735,100
4	Liquor purchase revolving fund .....	1,428,300
5	Manufactured housing fees .....	245,300
6	Merit award trust fund .....	485,200
7	Michigan employment security act - administrative fund	2,193,700
8	Prisoner reimbursement .....	611,900
9	Prosecuting attorneys training fees .....	404,000
10	Public utility assessments .....	2,033,100
11	Real estate enforcement fund .....	98,600
12	Reinstatement fees .....	252,200
13	Retirement funds .....	1,020,000
14	Second injury fund .....	804,200
15	Self-insurers security fund .....	559,100
16	Silicosis and dust disease fund .....	220,800
17	State building authority revenue .....	118,300
18	State casino gaming fund .....	1,822,100
19	State lottery fund .....	337,800
20	Utility consumers fund .....	764,200
21	Waterways fund .....	137,000
22	Worker's compensation administrative revolving fund ..	361,700
23	State general fund/general purpose .....	\$ 35,393,000
24	<b>(3) INFORMATION TECHNOLOGY</b>	
25	Information technology services and projects .....	\$ <u>1,454,400</u>
26	GROSS APPROPRIATION .....	\$ 1,454,400
27	Appropriated from:	



1	State general fund/general purpose .....	\$	1,454,400
2	<b>Sec. 103. DEPARTMENT OF CIVIL RIGHTS</b>		
3	<b>(1) APPROPRIATION SUMMARY</b>		
4	Full-time equated unclassified positions .....	6.0	
5	Full-time equated classified positions .....	129.0	
6	GROSS APPROPRIATION .....	\$	16,128,700
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers.....		286,700
10	ADJUSTED GROSS APPROPRIATION .....	\$	15,842,000
11	Federal revenues:		
12	Total federal revenues .....		2,721,700
13	Special revenue funds:		
14	Total local revenues .....		0
15	Total private revenues .....		18,700
16	Total other state restricted revenues .....		151,900
17	State general fund/general purpose .....	\$	12,949,700
18	<b>(2) CIVIL RIGHTS OPERATIONS</b>		
19	Full-time equated unclassified positions .....	6.0	
20	Full-time equated classified positions .....	129.0	
21	Unclassified positions--6.0 FTE positions .....	\$	644,200
22	Civil rights operations--121.0 FTE positions .....		13,660,000
23	Division on deaf and hard of hearing--6.0 FTE		
24	positions.....		784,300
25	Hispanic/Latino commission of Michigan--1.0 FTE		
26	position.....		254,800



1	Asian Pacific American affairs commission--1.0 FTE		
2	position.....		110,900
3	GROSS APPROPRIATION .....	\$	15,454,200
4	Appropriated from:		
5	Interdepartmental grant revenues:		
6	IDG from DTMB .....		286,700
7	Federal revenues:		
8	EEOC, state and local antidiscrimination agency		
9	contracts.....		1,192,300
10	HUD, grant .....		1,514,400
11	Special revenue funds:		
12	Private revenues .....		18,700
13	Division on deafness fund .....		93,400
14	State restricted indirect funds .....		58,500
15	State general fund/general purpose .....	\$	12,290,200
16	<b>(3) INFORMATION TECHNOLOGY</b>		
17	Information technology services and projects .....	\$	674,500
18	GROSS APPROPRIATION .....	\$	674,500
19	Appropriated from:		
20	Federal revenues:		
21	EEOC, state and local antidiscrimination agency		
22	contracts.....		15,000
23	State general fund/general purpose .....	\$	659,500
24	<b>Sec. 104. EXECUTIVE OFFICE</b>		
25	<b>(1) APPROPRIATION SUMMARY</b>		
26	Full-time equated unclassified positions .....		10.0



1	Full-time equated classified positions .....	78.2		
2	GROSS APPROPRIATION .....		\$	5,916,100
3	Interdepartmental grant revenues:			
4	Total interdepartmental grants and intradepartmental			
5	transfers.....			0
6	ADJUSTED GROSS APPROPRIATION .....		\$	5,916,100
7	Federal revenues:			
8	Total federal revenues .....			0
9	Special revenue funds:			
10	Total local revenues .....			0
11	Total private revenues .....			0
12	Total other state restricted revenues .....			0
13	State general fund/general purpose .....		\$	5,916,100
14	<b>(2) EXECUTIVE OFFICE OPERATIONS</b>			
15	Full-time equated unclassified positions .....	10.0		
16	Full-time equated classified positions .....	78.2		
17	Governor .....		\$	159,300
18	Lieutenant governor .....			111,600
19	Executive office--78.2 FTE positions .....			4,387,900
20	Unclassified positions--8.0 FTE positions .....			<u>1,257,300</u>
21	GROSS APPROPRIATION .....		\$	5,916,100
22	Appropriated from:			
23	State general fund/general purpose .....		\$	5,916,100
24	<b>Sec. 105. LEGISLATURE</b>			
25	<b>(1) APPROPRIATION SUMMARY</b>			
26	GROSS APPROPRIATION .....		\$	158,594,200



1	Interdepartmental grant revenues:		
2	Total interdepartmental grants and intradepartmental		
3	transfers.....		5,392,800
4	ADJUSTED GROSS APPROPRIATION .....	\$	153,201,400
5	Federal revenues:		
6	Total federal revenues .....		0
7	Special revenue funds:		
8	Total local revenues .....		0
9	Total private revenues .....		400,000
10	Total other state restricted revenues .....		6,179,600
11	State general fund/general purpose .....	\$	146,621,800
12	<b>(2) LEGISLATURE</b>		
13	Senate .....	\$	33,115,400
14	Senate automated data processing .....		2,579,900
15	Senate fiscal agency .....		3,687,600
16	House of representatives .....		50,930,000
17	House automated data processing .....		2,048,300
18	House fiscal agency .....		<u>3,687,600</u>
19	GROSS APPROPRIATION .....	\$	96,048,800
20	Appropriated from:		
21	State general fund/general purpose .....	\$	96,048,800
22	<b>(3) LEGISLATIVE COUNCIL</b>		
23	Legislative council .....	\$	11,343,300
24	Legislative service bureau automated data processing .		1,391,900
25	Worker's compensation .....		147,600
26	National association dues .....		443,700
27	Legislative corrections ombudsman .....		<u>711,500</u>



1	GROSS APPROPRIATION .....	\$	14,038,000
2	Appropriated from:		
3	Special revenue funds:		
4	Private - gifts and bequests revenues .....		400,000
5	State general fund/general purpose .....	\$	13,638,000
6	<b>(4) LEGISLATIVE RETIREMENT SYSTEM</b>		
7	General nonretirement expenses .....	\$	<u>4,847,500</u>
8	GROSS APPROPRIATION .....	\$	4,847,500
9	Appropriated from:		
10	Special revenue funds:		
11	Court fees .....		1,132,000
12	State general fund/general purpose .....	\$	3,715,500
13	<b>(5) PROPERTY MANAGEMENT</b>		
14	Cora Anderson building .....	\$	10,987,100
15	Farnum building and other properties .....		<u>2,742,100</u>
16	GROSS APPROPRIATION .....	\$	13,729,200
17	Appropriated from:		
18	State general fund/general purpose .....	\$	13,729,200
19	<b>(6) STATE CAPITOL HISTORIC SITE</b>		
20	General operations .....	\$	4,104,900
21	Restoration, renewal, and maintenance .....		<u>3,060,000</u>
22	GROSS APPROPRIATION .....	\$	7,164,900
23	Appropriated from:		
24	Special revenue funds:		
25	Capitol historic site fund .....		3,060,000
26	State general fund/general purpose .....	\$	4,104,900
27	<b>(7) OFFICE OF THE AUDITOR GENERAL</b>		



1	Unclassified positions .....	\$	329,400
2	Field operations .....		<u>22,436,400</u>
3	GROSS APPROPRIATION .....	\$	22,765,800
4	Appropriated from:		
5	Interdepartmental grant revenues:		
6	IDG from MDOT, comprehensive transportation fund .....		38,200
7	IDG from MDOT, Michigan transportation fund .....		309,600
8	IDG from MDOT, state aeronautics fund .....		29,700
9	IDG from MDOT, state trunkline fund .....		719,100
10	IDG, single audit act .....		2,856,000
11	IDG, commercial mobile radio system emergency		
12	telephone fund.....		36,100
13	IDG, contract audit administration fees .....		40,600
14	IDG, deferred compensation funds .....		53,300
15	IDG, Michigan finance authority .....		324,300
16	IDG, Michigan economic development corporation .....		94,400
17	IDG, Michigan education trust fund .....		69,400
18	IDG, Michigan justice training commission fund .....		40,100
19	IDG, Michigan strategic fund .....		165,800
20	IDG, office of retirement services .....		214,100
21	IDG, other restricted funding sources .....		372,100
22	IDG from department of human services .....		30,000
23	Special revenue funds:		
24	21st century jobs trust fund .....		94,400
25	Brownfield development fund .....		27,600
26	Clean Michigan initiative implementation bond fund ...		53,400
27	Game and fish protection fund .....		30,700



1	Legislative retirement system .....	28,600
2	MDTMB, civil service commission .....	162,900
3	MDLARA, liquor purchase revolving fund .....	28,100
4	Michigan state housing development authority fees ....	111,300
5	Michigan veterans' trust fund .....	34,800
6	Motor transport revolving fund .....	7,300
7	Office services revolving fund .....	9,800
8	State disbursement unit, office of child support .....	56,300
9	State services fee fund .....	1,331,300
10	Waterways fund .....	11,100
11	State general fund/general purpose .....	\$ 15,385,400

12     **Sec. 106. DEPARTMENT OF STATE**

13     **(1) APPROPRIATION SUMMARY**

14	Full-time equated unclassified positions .....	6.0
15	Full-time equated classified positions .....	1,587.0
16	GROSS APPROPRIATION .....	\$ 225,256,700
17	Interdepartmental grant revenues:	
18	Total interdepartmental grants and intradepartmental	
19	transfers .....	20,000,000
20	ADJUSTED GROSS APPROPRIATION .....	\$ 205,256,700
21	Federal revenues:	
22	Total federal revenues .....	1,460,000
23	Special revenue funds:	
24	Total local revenues .....	0
25	Total private revenues .....	100
26	Total other state restricted revenues .....	186,635,100



1	State general fund/general purpose .....	\$	17,161,500
2	<b>(2) EXECUTIVE DIRECTION</b>		
3	Full-time equated unclassified positions .....	6.0	
4	Full-time equated classified positions .....	30.0	
5	Secretary of state .....	\$	112,500
6	Unclassified positions--5.0 FTE positions .....		613,500
7	Operations--30.0 FTE positions .....		<u>4,547,100</u>
8	GROSS APPROPRIATION .....	\$	5,273,100
9	Appropriated from:		
10	Special revenue funds:		
11	Auto repair facilities fees .....		68,700
12	Children's protection registry fund .....		270,700
13	Driver fees .....		276,000
14	Enhanced driver license and enhanced official state		
15	personal identification card fund .....		211,400
16	Expedient service fees .....		66,300
17	Parking ticket court fines .....		9,200
18	Personal identification card fees .....		32,100
19	Reinstatement fees - operator licenses .....		248,900
20	Transportation administration collection fund .....		2,488,800
21	Vehicle theft prevention fees .....		40,400
22	State general fund/general purpose .....	\$	1,560,600
23	<b>(3) DEPARTMENT SERVICES</b>		
24	Full-time equated classified positions .....	156.0	
25	Operations--156.0 FTE positions .....	\$	<u>29,562,200</u>
26	GROSS APPROPRIATION .....	\$	29,562,200
27	Appropriated from:		



1	Special revenue funds:	
2	Abandoned vehicle fees .....	481,100
3	Auto repair facilities fees .....	1,605,800
4	Driver fees .....	1,575,900
5	Driver improvement course fund .....	308,600
6	Enhanced driver license and enhanced official state	
7	personal identification card fund .....	545,200
8	Expedient service fees .....	273,600
9	Marine safety fund .....	84,200
10	Personal identification card fees .....	191,300
11	Reinstatement fees - operator licenses .....	1,287,700
12	Scrap tire fund .....	77,200
13	Transportation administration collection fund .....	21,437,500
14	Vehicle theft prevention fees .....	628,800
15	State general fund/general purpose .....	\$ 1,065,300
16	<b>(4) LEGAL SERVICES</b>	
17	Full-time equated classified positions .....	39.0
18	Operations--39.0 FTE positions .....	\$ <u>8,983,000</u>
19	GROSS APPROPRIATION .....	\$ 8,983,000
20	Appropriated from:	
21	Special revenue funds:	
22	Auto repair facilities fees .....	1,444,200
23	Driver education provider and instructor fund .....	25,400
24	Driver fees .....	931,700
25	Driver responsibility fees .....	1,000,000
26	Enhanced driver license and enhanced official state	
27	personal identification card fund .....	90,500



1	Personal identification card fees .....		60,800
2	Reinstatement fees - operator licenses .....		713,900
3	Transportation administration collection fund .....		4,240,900
4	Vehicle theft prevention fees .....		463,800
5	State general fund/general purpose .....	\$	11,800
6	<b>(5) CUSTOMER DELIVERY SERVICES</b>		
7	Full-time equated classified positions .....	1,317.0	
8	Branch operations--922.0 FTE positions .....		\$ 83,462,100
9	Central operations--376.0 FTE positions .....		47,916,300
10	Commemorative license plates--14.0 FTE positions .....		1,897,300
11	Motorcycle safety education administration--2.0 FTE		
12	positions.....		329,200
13	Motorcycle safety education grants .....		1,800,000
14	Credit and debit assessment services .....		6,000,000
15	Specialty license plates--3.0 FTE positions .....		750,000
16	Organ donor program .....		<u>129,100</u>
17	GROSS APPROPRIATION .....	\$	142,284,000
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from MDOT, Michigan transportation fund .....		20,000,000
21	Federal revenues:		
22	Federal funds .....		1,460,000
23	Special revenue funds:		
24	Private funds .....		100
25	Abandoned vehicle fees .....		204,500
26	Auto repair facilities fees .....		1,731,600
27	Child support clearance fees .....		363,600



1	Credit and debit assessment service fee revenue .....	6,000,000
2	Driver education provider and instructor fund .....	49,600
3	Driver fees .....	25,772,300
4	Driver improvement course fund .....	1,246,200
5	Enhanced driver license and enhanced official state	
6	personal identification card fund .....	7,679,100
7	Expedient service fees .....	2,603,600
8	Marine safety fund .....	1,392,300
9	Michigan state police auto theft fund .....	123,700
10	Mobile home commission fees .....	507,500
11	Motorcycle safety fund .....	1,829,200
12	Off-road vehicle title fees .....	167,000
13	Parking ticket court fines .....	1,629,800
14	Personal identification card fees .....	2,274,700
15	Recreation passport fee revenue .....	1,000,000
16	Reinstatement fees - operator licenses .....	2,358,000
17	Snowmobile registration fee revenue .....	390,000
18	Thomas Daley gift of life fund .....	50,000
19	Transportation administration collection fund .....	59,296,800
20	Vehicle theft prevention fees .....	742,200
21	State general fund/general purpose .....	\$ 3,412,200
22	<b>(6) ELECTION REGULATION</b>	
23	Full-time equated classified positions .....	45.0
24	Election administration and services--45.0 FTE	
25	positions .....	\$ 7,062,100
26	County clerk education and training fund .....	100,000
27	Fees to local units .....	109,800



1	Election machine upgrades .....	<u>100</u>
2	GROSS APPROPRIATION .....	\$ 7,272,000
3	Appropriated from:	
4	Special revenue funds:	
5	Notary education and training fund .....	100,000
6	Notary fee fund .....	343,500
7	State general fund/general purpose .....	\$ 6,828,500
8	<b>(7) DEPARTMENTWIDE APPROPRIATIONS</b>	
9	Building occupancy charges/rent .....	\$ 9,540,700
10	Worker's compensation .....	<u>396,400</u>
11	GROSS APPROPRIATION .....	\$ 9,937,100
12	Appropriated from:	
13	Special revenue funds:	
14	Auto repair facilities fees .....	133,200
15	Driver fees .....	727,400
16	Enhanced driver license and enhanced official state	
17	personal identification card fund .....	26,000
18	Parking ticket court fines .....	441,500
19	Transportation administration collection fund .....	5,890,500
20	State general fund/general purpose .....	\$ 2,718,500
21	<b>(8) INFORMATION TECHNOLOGY</b>	
22	Information technology services and projects .....	<u>\$ 21,945,300</u>
23	GROSS APPROPRIATION .....	\$ 21,945,300
24	Appropriated from:	
25	Special revenue funds:	
26	Administrative order processing fee .....	11,700
27	Auto repair facilities fees .....	190,000



1	Driver fees .....	787,400
2	Enhanced driver license and enhanced official state	
3	personal identification card fund.....	269,500
4	Expedient service fees .....	1,085,100
5	Parking ticket court fines .....	87,600
6	Personal identification card fees .....	171,700
7	Reinstatement fees - operator licenses .....	592,300
8	Transportation administration collection fund .....	17,004,400
9	Vehicle theft prevention fees .....	181,000
10	State general fund/general purpose .....	\$ 1,564,600

11       **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**  
 12 **BUDGET**

13       **(1) APPROPRIATION SUMMARY**

14	Full-time equated unclassified positions .....	6.0
15	Full-time equated classified positions .....	2,828.0
16	GROSS APPROPRIATION .....	\$ 1,256,406,300
17	Interdepartmental grant revenues:	
18	Total interdepartmental grants and intradepartmental	
19	transfers.....	678,478,500
20	ADJUSTED GROSS APPROPRIATION .....	\$ 577,927,800
21	Federal revenues:	
22	Total federal revenues .....	7,997,300
23	Special revenue funds:	
24	Total local revenues .....	3,587,700
25	Total private revenues .....	190,100
26	Total other state restricted revenues .....	95,771,900



1	State general fund/general purpose .....	\$	470,380,800
2	<b>(2) EXECUTIVE DIRECTION</b>		
3	Full-time equated unclassified positions .....	6.0	
4	Full-time equated classified positions .....	12.0	
5	Unclassified positions--6.0 FTE positions .....	\$	837,000
6	Executive operations--12.0 FTE positions .....		<u>2,316,500</u>
7	GROSS APPROPRIATION .....	\$	3,153,500
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from building occupancy and parking charges .....		218,900
11	IDG from technology user fees .....		1,965,500
12	Special revenue funds:		
13	Special revenue, internal service, and pension trust		
14	funds.....		292,900
15	State general fund/general purpose .....	\$	676,200
16	<b>(3) DEPARTMENT SERVICES</b>		
17	Full-time equated classified positions .....	714.5	
18	Administrative services--132.5 FTE positions .....	\$	17,570,900
19	Budget and financial management--135.0 FTE positions .		17,620,800
20	Office of the state employer--23.0 FTE positions .....		3,362,400
21	Design and construction services--40.0 FTE positions .		6,375,600
22	Business support services--97.0 FTE positions .....		11,276,700
23	Building operation services--210.0 FTE positions .....		91,946,300
24	Building occupancy charges, rent, and utilities .....		7,627,000
25	Motor vehicle fleet--35.0 FTE positions .....		74,181,300
26	Information technology services and projects .....		29,613,800
27	Bureau of labor market information and strategies--		



1	42.0 FTE positions.....	<u>5,376,400</u>
2	GROSS APPROPRIATION .....	\$ 264,951,200
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG from accounting service centers user charges .....	2,671,400
6	IDG from building occupancy and parking charges .....	94,034,600
7	IDG from MDLARA .....	100,000
8	IDG from motor transport fund .....	74,181,300
9	IDG from MDCH .....	481,900
10	IDG from MDHS .....	212,600
11	IDG from user fees .....	6,695,100
12	IDG from technology user fees .....	7,429,200
13	Federal revenues:	
14	Federal funds .....	4,934,700
15	Special revenue funds:	
16	Local - MPSCS subscriber and maintenance fees .....	60,100
17	Deferred compensation .....	2,600
18	Health management funds .....	2,219,200
19	MAIN user charges .....	4,434,900
20	Pension trust funds .....	7,413,800
21	Special revenue, internal service, and pension trust	
22	funds.....	17,115,100
23	State restricted indirect funds .....	3,392,200
24	State general fund/general purpose .....	\$ 39,572,500
25	<b>(4) TECHNOLOGY SERVICES</b>	
26	Full-time equated classified positions .....	1,479.5
27	Education services--29.0 FTE positions .....	\$ 4,100,200



1	Health and human services--617.5 FTE positions .....	282,038,800
2	Public protection--154.5 FTE positions .....	51,772,600
3	Resources services--146.5 FTE positions .....	19,694,900
4	Transportation services--89.5 FTE positions .....	30,831,400
5	General services--329.5 FTE positions .....	93,717,000
6	Enterprisewide information technology investment	
7	projects.....	12,300,000
8	General government and public safety information	
9	technology investment projects.....	30,850,000
10	Health and human services information technology	
11	investment projects.....	6,500,000
12	MAIN system replacement information technology	
13	investment project.....	18,350,000
14	Homeland security initiative/cyber security--13.0 FTE	
15	positions.....	9,063,500
16	Michigan public safety communication system--100.0 FTE	
17	positions.....	<u>39,842,400</u>
18	GROSS APPROPRIATION .....	\$ 599,060,800
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG from technology user fees .....	482,154,900
22	Special revenue funds:	
23	Local - MPSCS subscriber and maintenance fees .....	2,209,900
24	State general fund/general purpose .....	\$ 114,696,000
25	<b>(5) STATEWIDE APPROPRIATIONS</b>	
26	Professional development fund - MPE, SEIU, scientific	
27	and engineering unit.....	\$ 150,000



1	Professional development fund - NERE .....	250,000
2	Professional development fund - UAW .....	<u>702,600</u>
3	GROSS APPROPRIATION .....	\$ 1,102,600
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG from employer contributions .....	1,102,600
7	State general fund/general purpose .....	\$ 0
8	<b>(6) SPECIAL PROGRAMS</b>	
9	Full-time equated classified positions .....	176.0
10	Building occupancy charges - property management	
11	services for executive/legislative building	
12	occupancy.....	\$ 1,096,700
13	Retirement services--162.0 FTE positions .....	27,209,000
14	Office of children's ombudsman--14.0 FTE positions ...	1,767,300
15	Public private partnership .....	1,500,000
16	Regional prosperity grants .....	<u>2,500,000</u>
17	GROSS APPROPRIATION .....	\$ 34,073,000
18	Appropriated from:	
19	Special revenue funds:	
20	Deferred compensation .....	2,800,000
21	Pension trust funds .....	19,164,200
22	Public private partnership investment fund .....	1,500,000
23	State general fund/general purpose .....	\$ 10,608,800
24	<b>(7) STATE BUILDING AUTHORITY RENT</b>	
25	State building authority rent - state agencies .....	\$ 52,265,800
26	State building authority rent - department of	
27	corrections.....	36,829,900



1	State building authority rent - universities .....	135,995,300
2	State building authority rent - community colleges ...	<u>29,479,600</u>
3	GROSS APPROPRIATION .....	\$ 254,570,600
4	Appropriated from:	
5	State general fund/general purpose .....	\$ 254,570,600
6	<b>(8) CIVIL SERVICE COMMISSION</b>	
7	Full-time equated classified positions .....	446.0
8	Agency services--74.0 FTE positions .....	\$ 11,975,900
9	Executive direction--40.0 FTE positions .....	9,778,700
10	Employee benefits--16.0 FTE positions .....	5,667,300
11	Training .....	1,300,000
12	Human resources operations--316.0 FTE positions .....	35,878,600
13	Information technology services and projects .....	<u>3,293,600</u>
14	GROSS APPROPRIATION .....	\$ 67,894,100
15	Appropriated from:	
16	Interdepartmental grant revenues:	
17	IDG, training charges .....	1,300,000
18	IDG, 1% special funds .....	3,330,500
19	Federal revenues:	
20	Federal funds 1% .....	3,062,600
21	Special revenue funds:	
22	Local funds 1% .....	1,317,700
23	Private funds 1% .....	190,100
24	State restricted funds 1% .....	21,197,900
25	State restricted indirect funds .....	7,681,300
26	State sponsored group insurance .....	2,737,200
27	State sponsored group insurance, flexible spending	



1	accounts, and COBRA.....		5,820,600
2	State general fund/general purpose .....	\$	21,256,200
3	<b>(9) CAPITAL OUTLAY</b>		
4	Major special maintenance, remodeling, and addition		
5	for state agencies.....	\$	2,000,000
6	Enterprisewide special maintenance for state		
7	facilities.....		<u>28,000,000</u>
8	GROSS APPROPRIATION .....	\$	30,000,000
9	Appropriated from:		
10	Interdepartmental grant revenues:		
11	IDG from building occupancy charges .....		2,000,000
12	State general fund/general purpose .....	\$	28,000,000
13	<b>(10) ONE-TIME BASIS ONLY APPROPRIATIONS</b>		
14	Technology services funding .....	\$	600,000
15	Legal services .....		<u>1,000,500</u>
16	GROSS APPROPRIATION .....	\$	1,600,500
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from technology user fees .....		600,000
20	State general fund/general purpose .....	\$	1,000,500
21	<b>Sec. 108. DEPARTMENT OF TREASURY</b>		
22	<b>(1) APPROPRIATION SUMMARY</b>		
23	Full-time equated unclassified positions .....		10.0
24	Full-time equated classified positions .....		2,657.5
25	GROSS APPROPRIATION .....	\$	2,896,666,700
26	Interdepartmental grant revenues:		



1	Total interdepartmental grants and intradepartmental	
2	transfers.....	9,500,700
3	ADJUSTED GROSS APPROPRIATION .....	\$ 2,887,166,000
4	Federal revenues:	
5	Total federal revenues .....	666,966,500
6	Special revenue funds:	
7	Total local revenues .....	13,463,200
8	Total private revenues .....	5,674,400
9	Total other state restricted revenues .....	1,767,425,600
10	State general fund/general purpose .....	\$ 433,636,300
11	<b>(2) EXECUTIVE DIRECTION</b>	
12	Full-time equated unclassified positions.....	10.0
13	Full-time equated classified positions.....	24.0
14	Unclassified positions--10.0 FTE positions .....	\$ 1,116,000
15	Executive direction and operations--24.0 FTE positions	<u>4,978,100</u>
16	GROSS APPROPRIATION .....	\$ 6,094,100
17	Appropriated from:	
18	Federal revenues:	
19	DED-OPSE, federal lenders allowance .....	20,000
20	DED-OPSE, higher education act of 1965 insured loans .	45,000
21	Special revenue funds:	
22	Delinquent tax collection revenue .....	1,318,200
23	Michigan state housing development authority fees and	
24	charges.....	259,000
25	State lottery fund.....	282,500
26	State services fee fund.....	321,000
27	State general fund/general purpose .....	\$ 3,848,400



1	<b>(3) DEPARTMENTWIDE APPROPRIATIONS</b>		
2	Rent and building occupancy charges - property		
3	management services.....	\$	5,937,600
4	Worker's compensation insurance premium .....		<u>36,500</u>
5	GROSS APPROPRIATION .....	\$	5,974,100
6	Appropriated from:		
7	Special revenue funds:		
8	Delinquent tax collection revenue .....		2,848,200
9	State general fund/general purpose .....	\$	3,125,900
10	<b>(4) LOCAL GOVERNMENT PROGRAMS</b>		
11	Full-time equated classified positions.....		113.0
12	Supervision of the general property tax law--88.0 FTE		
13	positions.....	\$	15,149,500
14	Property tax assessor training--4.0 FTE positions ....		1,031,100
15	Local finance--21.0 FTE positions .....		<u>2,565,100</u>
16	GROSS APPROPRIATION .....	\$	18,745,700
17	Appropriated from:		
18	Special revenue funds:		
19	Local - assessor training fees .....		1,031,100
20	Local - audit charges .....		808,600
21	Local - equalization study charge-backs .....		40,000
22	Local - revenue from local government .....		100,000
23	Land reutilization fund .....		1,996,200
24	Municipal finance fees .....		533,600
25	Delinquent tax collection revenue .....		1,493,200
26	State general fund/general purpose .....	\$	12,743,000
27	<b>(5) TAX PROGRAMS</b>		



1	Full-time equated classified positions .....	793.0	
2	Tax compliance--345.0 FTE positions .....		\$ 44,826,700
3	Tax and economic policy--85.0 FTE positions .....		13,442,900
4	Tax processing--335.0 FTE positions .....		36,880,300
5	Health insurance claims fund program--15.0 FTE		
6	positions.....		2,029,200
7	Home heating assistance .....		3,019,000
8	Bottle act implementation .....		250,000
9	Tobacco tax enforcement--13.0 FTE positions .....		<u>1,475,600</u>
10	GROSS APPROPRIATION .....		\$ 101,923,700
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG from MDOT, Michigan transportation fund .....		2,300,000
14	IDG from MDOT, state aeronautics fund .....		70,900
15	Federal revenues:		
16	HHS-SSA, low-income energy assistance .....		3,019,000
17	Special revenue funds:		
18	Bottle deposit fund .....		250,000
19	Delinquent tax collection revenue .....		70,135,700
20	Emergency 911 fund .....		155,600
21	Health insurance claims fund .....		2,029,200
22	Tobacco tax revenue .....		4,023,100
23	Waterways fund .....		105,000
24	State general fund/general purpose .....		\$ 19,835,200
25	<b>(6) FINANCIAL AND ADMINISTRATIVE SERVICES</b>		
26	Full-time equated classified positions .....	383.0	
27	Departmental services--89.0 FTE positions .....		\$ 9,015,800



1	Unclaimed property--29.0 FTE positions .....	4,765,800
2	Office of collections--203.0 FTE positions .....	26,084,500
3	Office of accounting services--24.0 FTE positions ....	2,434,800
4	Office of financial services--38.0 FTE positions .....	<u>4,386,300</u>
5	GROSS APPROPRIATION .....	\$ 46,687,200
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG, levy/warrant cost assessment fees .....	2,000,000
9	IDG, state agency collection fees .....	2,946,900
10	IDG from MDHS, title IV-D .....	763,900
11	IDG data/collection service fees .....	330,300
12	IDG from accounting service center user charges .....	482,900
13	Special revenue funds:	
14	Delinquent tax collection revenue .....	26,990,700
15	Escheats revenue .....	4,765,800
16	Justice system fund .....	418,300
17	Garnishment fees .....	2,484,000
18	State restricted indirect funds .....	272,200
19	Treasury fees .....	46,100
20	State general fund/general purpose .....	\$ 5,186,100
21	<b>(7) FINANCIAL PROGRAMS</b>	
22	Full-time equated classified positions .....	210.5
23	Investments--82.0 FTE positions .....	\$ 20,270,400
24	Common cash and debt management--21.5 FTE positions ..	1,629,300
25	Student financial assistance programs--25.5 FTE	
26	positions.....	2,687,100
27	Michigan finance authority - bond finance--72.5 FTE	



1	positions.....	38,686,200
2	John R. Justice grant program .....	287,700
3	Dual enrollment payments .....	1,005,100
4	Financial independence team--9.0 FTE positions .....	<u>2,244,100</u>
5	GROSS APPROPRIATION .....	\$ 66,809,900
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG, fiscal agent service fees .....	205,800
9	Federal revenues:	
10	DED-OPSE, federal lenders allowance .....	10,615,200
11	DED-OPSE, higher education act of 1965, insured loans	25,055,800
12	Federal - John R. Justice grant .....	287,700
13	Special revenue funds:	
14	Defined contribution administrative fee revenue .....	100,000
15	Michigan finance authority bond and loan program	
16	revenue.....	3,015,200
17	Michigan merit award trust fund .....	1,139,800
18	Retirement funds .....	18,717,000
19	School bond fees .....	835,400
20	Treasury fees .....	1,665,000
21	State general fund/general purpose .....	\$ 5,173,000
22	<b>(8) DEBT SERVICE</b>	
23	Quality of life bond .....	\$ 75,959,000
24	Clean Michigan initiative .....	63,961,000
25	Great Lakes water quality bond .....	<u>16,529,000</u>
26	GROSS APPROPRIATION .....	\$ 156,449,000
27	Appropriated from:	



1	State general fund/general purpose .....	\$	156,449,000
2	<b>(9) GRANTS</b>		
3	Convention facility development distribution .....	\$	90,950,000
4	Senior citizen cooperative housing tax exemption		
5	program.....		10,020,000
6	Emergency 911 payments .....		27,000,000
7	Health and safety fund grants .....		9,000,000
8	Facility for rare isotope beams .....		<u>7,300,000</u>
9	GROSS APPROPRIATION .....	\$	144,270,000
10	Appropriated from:		
11	Special revenue funds:		
12	Emergency 911 fund.....		27,000,000
13	Convention facility development fund .....		90,950,000
14	Health and safety fund.....		9,000,000
15	State general fund/general purpose .....	\$	17,320,000
16	<b>(10) BUREAU OF STATE LOTTERY</b>		
17	Full-time equated classified positions.....		183.0
18	Lottery operations--183.0 FTE positions .....	\$	24,323,400
19	Promotion and advertising .....		18,622,000
20	Lottery information technology services and projects .		<u>5,205,500</u>
21	GROSS APPROPRIATION .....	\$	48,150,900
22	Appropriated from:		
23	Special revenue funds:		
24	State lottery fund.....		48,150,900
25	State general fund/general purpose .....	\$	0
26	<b>(11) CASINO GAMING</b>		
27	Full-time equated classified positions.....		141.0



1	Michigan gaming control board .....	\$	50,000
2	Casino gaming control operations--131.0 FTE positions		25,750,800
3	Casino gaming information technology services and		
4	projects.....		1,979,500
5	Racing commission--10.0 FTE positions .....		<u>2,347,400</u>
6	GROSS APPROPRIATION .....	\$	30,127,700
7	Appropriated from:		
8	Special revenue funds:		
9	Casino gambling agreements .....		804,100
10	Equine development fund .....		2,470,100
11	Laboratory fees .....		700,000
12	State services fee fund .....		26,153,500
13	State general fund/general purpose .....	\$	0
14	<b>(12) PAYMENTS IN LIEU OF TAXES</b>		
15	Commercial forest reserve .....	\$	3,207,700
16	Purchased lands .....		8,023,900
17	Swamp and tax reverted lands .....		<u>14,862,500</u>
18	GROSS APPROPRIATION .....	\$	26,094,100
19	Appropriated from:		
20	Special revenue funds:		
21	Private funds .....		25,400
22	Game and fish protection fund .....		2,780,700
23	Michigan natural resources trust fund .....		1,909,100
24	Michigan state waterways fund .....		241,100
25	State general fund/general purpose .....	\$	21,137,800
26	<b>(13) MICHIGAN STRATEGIC FUND</b>		
27	Full-time equated classified positions .....		403.0



1	Administrative services--22.0 FTE positions .....	\$	3,124,700
2	Job creation services--139.0 FTE positions .....		18,971,400
3	Pure Michigan .....		29,000,000
4	Entrepreneurship eco-system .....		25,000,000
5	Business attraction and community revitalization .....		111,100,000
6	Community ventures--7.0 FTE positions .....		9,800,000
7	Community development block grants .....		47,000,000
8	Arts and cultural program .....		10,150,000
9	Michigan film office--6.0 FTE positions .....		653,800
10	Community college skilled trades equipment program ...		4,600,000
11	Skilled trades training program .....		10,000,000
12	Special programs .....		1,000,000
13	Energy programs .....		3,610,900
14	Workforce program administration--229.0 FTE positions		33,688,600
15	Workforce development programs .....		391,473,900
16	Workforce development agency rent and property		
17	management .....		870,500
18	Information technology services and projects .....		<u>921,700</u>
19	GROSS APPROPRIATION .....	\$	700,965,500
20	Appropriated from:		
21	Federal revenues:		
22	DAG, employment and training .....		3,499,400
23	DED-OESE, GEAR-UP .....		4,730,700
24	DED-OVAE, adult education .....		20,000,000
25	DED-OVAE, basic grants to states .....		19,000,000
26	DOE-OEERE, multiple grants .....		3,794,500
27	DOL, federal funds .....		112,769,500



1	DOL-ETA, workforce investment act .....	173,988,600
2	Federal funds .....	5,940,200
3	HUD-CPD, community development block grants .....	49,773,300
4	NFAH-NEA, promotion of the arts, partnership	
5	agreements.....	1,050,000
6	Social security act, temporary assistance for needy	
7	families.....	64,898,800
8	Special revenue funds:	
9	Local revenues .....	4,433,500
10	Private - special project advances .....	250,000
11	Private - Michigan council for the arts fund .....	100,000
12	Private funds .....	5,269,000
13	Private - oil overcharge .....	30,000
14	Defaulted loan collection fees .....	149,800
15	Industry support fees .....	5,500
16	21st century jobs trust fund .....	75,000,000
17	Michigan film promotion fund .....	653,800
18	Public utility assessments .....	871,900
19	State general fund/general purpose .....	\$ 154,757,000
20	<b>(14) REVENUE SHARING</b>	
21	Constitutional state general revenue sharing grants ..	\$ 788,497,000
22	County revenue sharing payments .....	171,760,000
23	County incentive program .....	42,940,000
24	City, village, and township revenue sharing .....	243,040,000
25	Financially distressed cities, villages, or townships	<u>5,000,000</u>
26	GROSS APPROPRIATION .....	\$ 1,251,237,000
27	Appropriated from:	



1	Special revenue funds:		
2	Sales tax .....		1,251,237,000
3	State general fund/general purpose .....	\$	0
4	<b>(15) MICHIGAN STRATEGIC FUND - MICHIGAN STATE</b>		
5	<b>HOUSING DEVELOPMENT AUTHORITY</b>		
6	Full-time equated classified positions .....	353.0	
7	Payments on behalf of tenants .....	\$	166,860,000
8	Housing and rental assistance--347.0 FTE positions ...		57,897,100
9	Land bank fast track authority--6.0 FTE positions ....		5,247,800
10	Lighthouse preservation program .....		307,500
11	Rent and administrative support .....		3,847,900
12	Michigan state housing development authority		
13	technology services and projects .....		<u>3,556,700</u>
14	GROSS APPROPRIATION .....	\$	237,717,000
15	Appropriated from:		
16	Federal revenues:		
17	Federal funds .....		1,000,000
18	HUD, lower income housing assistance .....		166,860,000
19	Special revenue funds:		
20	Michigan state housing development authority fees and		
21	charges.....		65,301,700
22	Michigan lighthouse preservation fund .....		307,500
23	Land bank fast track act .....		297,800
24	State general fund/general purpose .....	\$	3,950,000
25	<b>(16) STATE BUILDING AUTHORITY</b>		
26	Full-time equated classified positions .....	4.0	
27	State building authority--4.0 FTE positions .....	\$	<u>711,100</u>



1	GROSS APPROPRIATION .....	\$	711,100
2	Appropriated from:		
3	Special revenue funds:		
4	State building authority revenue .....		711,100
5	State general fund/general purpose .....	\$	0
6	<b>(17) CITY INCOME TAX ADMINISTRATION PROGRAM</b>		
7	Full-time equated classified positions .....		50.0
8	City income tax administration program--50.0 FTE		
9	positions.....	\$	<u>5,850,000</u>
10	GROSS APPROPRIATION .....	\$	5,850,000
11	Appropriated from:		
12	Special revenue funds:		
13	Local - city income tax fund .....		5,850,000
14	State general fund/general purpose .....	\$	0
15	<b>(18) INFORMATION TECHNOLOGY</b>		
16	Treasury operations information technology services		
17	and projects.....	\$	<u>28,959,700</u>
18	GROSS APPROPRIATION .....	\$	28,959,700
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from MDOT, Michigan transportation fund .....		400,000
22	Federal revenues:		
23	DED-OPSE, federal lender allowance .....		618,800
24	Special revenue funds:		
25	Local - city income tax fund .....		1,200,000
26	Delinquent tax collection revenue .....		15,644,900
27	Retirement funds .....		757,600



1	Tobacco tax revenue .....		127,500
2	State general fund/general purpose .....	\$	10,210,900
3	<b>(19) ONE-TIME APPROPRIATIONS</b>		
4	Personal property tax payments .....	\$	19,300,000
5	Treasury online - treasury business portal .....		<u>600,000</u>
6	GROSS APPROPRIATION .....	\$	19,900,000
7	Appropriated from:		
8	State general fund/general purpose .....	\$	19,900,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

**GENERAL SECTIONS**

Sec. 201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2015-2016 is \$3,196,959,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$1,462,891,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

22	Fees to local units .....	\$	109,800
23	Motorcycle safety grants .....		<u>1,162,300</u>
24	Subtotal .....	\$	1,272,100

DEPARTMENT OF TREASURY



1	Senior citizen cooperative housing tax exemption .....	\$	10,020,000
2	Health and safety fund grants .....		9,000,000
3	Constitutional state general revenue sharing grants ..		788,497,000
4	City, village, and township revenue sharing .....		243,040,000
5	Convention facility development fund distribution ....		90,950,000
6	Emergency 911 payments .....		27,000,000
7	Financially distressed cities, villages, or townships		5,000,000
8	County incentive program .....		42,940,000
9	County revenue sharing payments .....		171,760,000
10	Airport parking distribution pursuant to section 909 .		19,093,200
11	Payments in lieu of taxes .....		26,094,100
12	Personal property tax reform .....		19,300,000
13	Welfare-to-work programs .....		<u>11,224,800</u>
14	Subtotal .....	\$	<u>1,461,619,100</u>
15	TOTAL GENERAL GOVERNMENT .....	\$	1,462,891,200

16           (2) Pursuant to section 30 of article IX of the state  
17 constitution of 1963, total state spending from state sources for  
18 fiscal year 2015-2016 is estimated at \$29,982,030,700.00 in the  
19 2015-2016 appropriations acts and total state spending from state  
20 sources paid to local units of government for fiscal year 2015-2016  
21 is estimated at \$16,681,274,400.00. The state-local proportion is  
22 estimated at 55.6% of total state spending from state resources.

23           (3) If payments to local units of government and state  
24 spending from state sources for fiscal year 2015-2016 are different  
25 than the amounts estimated in subsection (2), the state budget  
26 director shall report the payments to local units of government and  
27 state spending from state sources that were made for fiscal year



1 2015-2016 to the senate and house of representatives standing  
2 committees on appropriations within 30 days after the final book-  
3 closing for fiscal year 2015-2016.

4 Sec. 202. The appropriations authorized under this part and  
5 part 1 are subject to the management and budget act, 1984 PA 431,  
6 MCL 18.1101 to 18.1594.

7 Sec. 203. As used in this part and part 1:

8 (a) "AFSCME" means American Federation of State, County, and  
9 Municipal Employees.

10 (b) "ATM" means automated teller machine.

11 (c) "COBRA" means the consolidated omnibus budget  
12 reconciliation act of 1985, Public Law 99-272, 100 Stat 82.

13 (d) "DAG" means the United States Department of Agriculture.

14 (e) "DED" means the United States Department of Education.

15 (f) "DED-OESE" means the DED Office of Elementary and  
16 Secondary Education.

17 (g) "DED-OPSE" means the DED Office of Postsecondary  
18 Education.

19 (h) "DED-OVAE" means the DED Office of Vocational and Adult  
20 Education.

21 (i) "DOE-OEERE" means the United States Department of Energy,  
22 Office of Energy Efficiency and Renewable Energy.

23 (j) "DOL-ETA" means the United States Department of Labor,  
24 Employment and Training Administration.

25 (k) "EEOC" means the United States Equal Employment  
26 Opportunity Commission.

27 (l) "EPA" means the United States Environmental Protection



1 Agency.

2 (m) "FTE" means full-time equated.

3 (n) "Fund" means the Michigan strategic fund.

4 (o) "GEAR-UP" means gaining early awareness and readiness for  
5 undergraduate programs.

6 (p) "GED" means a general educational development certificate.

7 (q) "GF/GP" means general fund/general purpose.

8 (r) "HAVA" means help America vote act.

9 (s) "HHS" means the United States Department of Health and  
10 Human Services.

11 (t) "HHS-OS" means the HHS Office of the Secretary.

12 (u) "HHS-SSA" means the HHS Social Security Administration.

13 (v) "HUD" means the United States Department of Housing and  
14 Urban Development.

15 (w) "HUD-CPD" means the United States Department of Housing  
16 and Urban Development - community planning and development.

17 (x) "IDG" means interdepartmental grant.

18 (y) "JCOS" means the joint capital outlay subcommittee.

19 (z) "MAIN" means the Michigan administrative information  
20 network.

21 (aa) "MCL" means the Michigan Compiled Laws.

22 (bb) "MDCH" means the Michigan department of community health.

23 (cc) "MDE" means the Michigan department of education.

24 (dd) "MDLARA" means the Michigan department of licensing and  
25 regulatory affairs.

26 (ee) "MDEQ" means the Michigan department of environmental  
27 quality.



1 (ff) "MDHS" means the Michigan department of human services.

2 (gg) "MDMVA" means the Michigan department of military and  
3 veterans affairs.

4 (hh) "MDOT" means the Michigan department of transportation.

5 (ii) "MDSP" means the Michigan department of state police.

6 (jj) "MDTMB" means the Michigan department of technology,  
7 management, and budget.

8 (kk) "MEDC" means the Michigan economic development  
9 corporation, which is the public body corporate created under  
10 section 28 of article VII of the state constitution of 1963 and the  
11 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to  
12 124.512, by contractual interlocal agreement effective April 5,  
13 1999, between local participating economic development corporations  
14 formed under the economic development corporations act, 1974 PA  
15 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

16 (ll) "MFA" means the Michigan finance authority.

17 (mm) "MPE" means the Michigan public employees.

18 (nn) "MSF" means the Michigan strategic fund.

19 (oo) "MSHDA" means Michigan state housing development  
20 authority.

21 (pp) "NERE" means nonexclusively represented employees.

22 (qq) "NFAH-NEA" means the National Foundation of the Arts and  
23 the Humanities - National Endowment for the Arts.

24 (rr) "PA" means public act.

25 (ss) "PATH" means partnership. accountability. training. hope.

26 (tt) "RFP" means a request for a proposal.

27 (uu) "SEIU" means service employees international union.



1 (vv) "WDA" means the workforce development agency.

2 (ww) "WIC" means women, infants, and children.

3 Sec. 206. The departments and agencies receiving  
4 appropriations in part 1 shall cooperate with the department of  
5 technology, management, and budget to maintain a searchable website  
6 that is updated at least quarterly and that is accessible by the  
7 public at no cost that includes, but is not limited to, all of the  
8 following for each department or agency:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor,  
12 including the vendor name, payment date, payment amount, and  
13 payment description.

14 (d) The number of active department employees by job  
15 classification.

16 (e) Job specifications and wage rates.

17 Sec. 207. (1) For each new program or program expansion for  
18 which funds in excess of \$500,000.00 are appropriated in part 1,  
19 the department shall identify specific benchmarks intended to  
20 measure the performance or return on taxpayer investment of the  
21 program and its associated expenditures. Not later than November 1,  
22 2015, the department shall report the proposed benchmarks to the  
23 house and senate appropriations subcommittees for that department,  
24 the house and senate fiscal agencies, and the state budget  
25 director. The department shall provide an update on its progress in  
26 achieving those benchmarks at an appropriations subcommittee  
27 meeting called for the purpose of discussing benchmarks and their



1 status.

2 (2) It is the intent of the legislature that, beginning with  
3 the budget for the fiscal year ending September 30, 2017, any  
4 proposal for a new program or an expansion of an existing program  
5 in excess of \$500,000.00 initiated by the executive branch or the  
6 legislature shall include, as part of the original proposal or  
7 budget request, a list of benchmarks intended to measure the  
8 performance or return on taxpayer investment of the program or  
9 spending increase.

10 Sec. 208. The departments and agencies receiving  
11 appropriations in part 1 shall use the Internet to fulfill the  
12 reporting requirements of this part. This requirement may include  
13 transmission of reports via electronic mail to the recipients  
14 identified for each reporting requirement, or it may include  
15 placement of reports on an Internet or intranet site.

16 Sec. 209. Funds appropriated in part 1 shall not be used for  
17 the purchase of foreign goods or services, or both, if  
18 competitively priced and of comparable quality American goods or  
19 services, or both, are available. Preference shall be given to  
20 goods or services, or both, manufactured or provided by Michigan  
21 businesses, if they are competitively priced and of comparable  
22 quality. In addition, preference should be given to goods or  
23 services, or both, that are manufactured or provided by Michigan  
24 businesses owned and operated by veterans, if they are  
25 competitively priced and of comparable quality.

26 Sec. 210. The director of each department and agency receiving  
27 appropriations in part 1 shall take all reasonable steps to ensure



1 businesses in deprived and depressed communities compete for and  
 2 perform contracts to provide services or supplies, or both. Each  
 3 director shall strongly encourage firms with which the department  
 4 contracts to subcontract with certified businesses in depressed and  
 5 deprived communities for services, supplies, or both.

6 Sec. 211. (1) Pursuant to section 352 of the management and  
 7 budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer  
 8 of state general fund revenue into or out of the countercyclical  
 9 budget and economic stabilization fund, the calculations required  
 10 by section 352 of the management and budget act, 1984 PA 431, MCL  
 11 18.1352, are determined as follows:

	<u>2014</u>	<u>2015</u>	<u>2016</u>
12 Michigan personal income (millions).	\$402,703	\$420,019	\$438,500
13 less: transfer payments.....	<u>88,825</u>	<u>94,510</u>	<u>99,897</u>
14 Subtotal .....	\$313,878	\$325,509	\$338,603
15			
16 Divided by: Detroit Consumer Price			
17 Index for 12 months ending June 30	2.210	2.225	2.254
18 Equals: real adjusted Michigan			
19 personal income.....	\$142,026	\$146,265	\$150,196
20 Percentage change.....	2.9%	3.0%	2.7%
21 Growth rate in excess of 2%?.....	0.9%	1.0%	0.7%
22 Equals: countercyclical budget and			
23 economic stabilization fund pay-in			
24 calculation for the fiscal year ending			
25 September 30, 2016 (millions).....	\$81.2	\$95.0	\$68.0
26 Growth rate less than 0%?.....	NO	NO	NO
27 Equals: countercyclical budget and			



1 economic stabilization fund pay-out  
 2 calculation for the fiscal year ending  
 3 September 30, 2016 (millions)..... 0.0 N/A \$0.0

4 (2) Notwithstanding subsection (1), there is appropriated for  
 5 the fiscal year ending September 30, 2016, from general  
 6 fund/general purpose revenue for deposit into the countercyclical  
 7 budget and economic stabilization fund the sum of \$95,000,000.00.

8 Sec. 212. The departments and agencies receiving  
 9 appropriations in part 1 shall receive and retain copies of all  
 10 reports funded from appropriations in part 1. Federal and state  
 11 guidelines for short-term and long-term retention of records shall  
 12 be followed. The department may electronically retain copies of  
 13 reports unless otherwise required by federal and state guidelines.

14 Sec. 213. Funds appropriated in part 1 shall not be used by  
 15 this state, a department, an agency, or an authority of this state  
 16 to purchase an ownership interest in a casino enterprise or a  
 17 gambling operation as those terms are defined in the Michigan  
 18 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

19 Sec. 215. A department or state agency shall not take  
 20 disciplinary action against an employee for communicating with a  
 21 member of the legislature or his or her staff.

22 Sec. 216. The departments and agencies receiving  
 23 appropriations in part 1 shall prepare a report on out-of-state  
 24 travel expenses not later than January 1 of each year. The travel  
 25 report shall be a listing of all travel by classified and  
 26 unclassified employees outside this state in the immediately  
 27 preceding fiscal year that was funded in whole or in part with



1 funds appropriated in the department's budget. The report shall be  
2 submitted to the house and senate standing committees on  
3 appropriations, the house and senate fiscal agencies, and the state  
4 budget director. The report shall include the following  
5 information:

6 (a) The dates of each travel occurrence.

7 (b) The total transportation and related costs of each travel  
8 occurrence, including the proportion funded with state general  
9 fund/general purpose revenues, the proportion funded with state  
10 restricted revenues, the proportion funded with federal revenues,  
11 and the proportion funded with other revenues.

12 Sec. 217. General fund appropriations in part 1 shall not be  
13 expended for items in cases where federal funding is available for  
14 the same expenditures.

15 Sec. 219. The departments and agencies receiving  
16 appropriations in part 1 shall maintain, on a publicly accessible  
17 website, a department or agency scorecard that identifies, tracks,  
18 and regularly updates key metrics that are used to monitor and  
19 improve the department's or agency's performance.

20 Sec. 221. Each department and agency shall report no later  
21 than April 1 on each specific policy change made to implement a  
22 public act affecting the department that took effect during the  
23 prior calendar year to the senate and house of representatives  
24 standing committees on appropriations subcommittees on general  
25 government, the joint committee on administrative rules, and the  
26 senate and house fiscal agencies.

27 Sec. 226. Funds appropriated in part 1 shall not be used by a



1 principal executive department, state agency, or authority to hire  
2 a person to provide legal services that are the responsibility of  
3 the attorney general. This prohibition does not apply to legal  
4 services for bonding activities and for those activities that the  
5 attorney general authorizes.

6       Sec. 227. Within 14 days after the release of the executive  
7 budget recommendation, the departments and agencies receiving  
8 appropriations in part 1 shall cooperate with the state budget  
9 director to provide the chairs of the senate and house of  
10 representatives standing committees on appropriations, the chairs  
11 of the senate and house of representatives standing committees on  
12 appropriations subcommittees on general government, and the senate  
13 and house fiscal agencies with an annual report on estimated state  
14 restricted fund balances, state restricted fund projected revenues,  
15 and state restricted fund expenditures for the fiscal years ending  
16 September 30, 2015 and September 30, 2016.

17       Sec. 228. Not later than November 30, the state budget office  
18 shall prepare and transmit a report that provides for estimates of  
19 the total GF/GP appropriation lapses at the close of the prior  
20 fiscal year. This report shall summarize the projected year-end  
21 GF/GP appropriation lapses by major departmental program or program  
22 areas. The report shall be transmitted to the chairpersons of the  
23 senate and house of representatives standing committees on  
24 appropriations and the senate and house fiscal agencies.

25       Sec. 229. If the office of the auditor general has identified  
26 an initiative or made a recommendation that is related to savings  
27 and efficiencies in an audit report for an executive branch



1 department or agency, the department or agency shall report within  
2 6 months of the release of the audit on their efforts and progress  
3 made toward achieving the savings and efficiencies identified in  
4 the audit report. The report shall be submitted to the chairs of  
5 the senate and house of representatives standing committees on  
6 appropriations, the chairs of the senate and house of  
7 representatives standing committees with jurisdiction over matters  
8 relating to the department that is audited, and the senate and  
9 house fiscal agencies.

10 Sec. 233. In addition to the GF/GP appropriations for special  
11 maintenance, remodeling, and addition - state facilities in part 1,  
12 there is also appropriated related federal and state restricted  
13 funds up to the amounts that will be earned based upon the  
14 initiatives undertaken with the funds in part 1. The state budget  
15 director shall determine and authorize the appropriate manner for  
16 implementing this section.

17 Sec. 234. In addition to the GF/GP appropriations for  
18 enterprisewide information technology investments in part 1, there  
19 is also appropriated related federal and state restricted funds up  
20 to the amounts that will be earned based upon the initiatives  
21 undertaken with the funds in part 1. The state budget director  
22 shall determine and authorize the appropriate manner for  
23 implementing this section.

24 **DEPARTMENT OF ATTORNEY GENERAL**

25 Sec. 301. (1) In addition to the funds appropriated in part 1,  
26 there is appropriated an amount not to exceed \$1,500,000.00 for



1 federal contingency funds. These funds are not available for  
2 expenditure until they have been transferred to another line item  
3 in part 1 under section 393(2) of the management and budget act,  
4 1984 PA 431, MCL 18.1393.

5 (2) In addition to the funds appropriated in part 1, there is  
6 appropriated an amount not to exceed \$1,500,000.00 for state  
7 restricted contingency funds. These funds are not available for  
8 expenditure until they have been transferred to another line item  
9 in part 1 under section 393(2) of the management and budget act,  
10 1984 PA 431, MCL 18.1393.

11 (3) In addition to the funds appropriated in part 1, there is  
12 appropriated an amount not to exceed \$100,000.00 for local  
13 contingency funds. These funds are not available for expenditure  
14 until they have been transferred to another line item in part 1  
15 under section 393(2) of the management and budget act, 1984 PA 431,  
16 MCL 18.1393.

17 (4) In addition to the funds appropriated in part 1, there is  
18 appropriated an amount not to exceed \$100,000.00 for private  
19 contingency funds. These funds are not available for expenditure  
20 until they have been transferred to another line item in part 1  
21 under section 393(2) of the management and budget act, 1984 PA 431,  
22 MCL 18.1393.

23 Sec. 302. (1) The attorney general shall perform all legal  
24 services, including representation before courts and administrative  
25 agencies rendering legal opinions and providing legal advice to a  
26 principal executive department or state agency. A principal  
27 executive department or state agency shall not employ or enter into



1 a contract with any other person for services described in this  
2 section.

3 (2) The attorney general shall defend judges of all state  
4 courts if a claim is made or a civil action is commenced for  
5 injuries to persons or property caused by the judge through the  
6 performance of the judge's duties while acting within the scope of  
7 his or her authority as a judge.

8 (3) The attorney general shall perform the duties specified in  
9 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to  
10 14.102, and as otherwise provided by law.

11 Sec. 303. The attorney general may sell copies of the biennial  
12 report in excess of the 350 copies that the attorney general may  
13 distribute on a gratis basis. Gratis copies shall not be provided  
14 to members of the legislature. Electronic copies of biennial  
15 reports shall be made available on the department of attorney  
16 general's website. The attorney general shall sell copies of the  
17 report at not less than the actual cost of the report and shall  
18 deposit the money received into the general fund.

19 Sec. 304. The department of attorney general is responsible  
20 for the legal representation for state of Michigan state employee  
21 worker's disability compensation cases. The risk management  
22 revolving fund revenue appropriation in part 1 is to be satisfied  
23 by billings from the department of attorney general for the actual  
24 costs of legal representation, including salaries and support  
25 costs.

26 Sec. 305. In addition to the funds appropriated in part 1, not  
27 more than \$400,000.00 shall be reimbursed per fiscal year for food



1 stamp fraud cases heard by the third circuit court of Wayne County  
2 that were initiated by the department of attorney general pursuant  
3 to the existing contract between the department of human services,  
4 the Prosecuting Attorneys Association of Michigan, and the  
5 department of attorney general. The source of this funding is money  
6 earned by the department of attorney general under the agreement  
7 after the allowance for reimbursement to the department of attorney  
8 general for costs associated with the prosecution of food stamp  
9 fraud cases. It is recognized that the federal funds are earned by  
10 the department of attorney general for its documented progress on  
11 the prosecution of food stamp fraud cases according to the United  
12 States department of agriculture regulations and that, once earned  
13 by this state, the funds become state funds.

14 Sec. 306. Any proceeds from a lawsuit initiated by or  
15 settlement agreement entered into on behalf of this state against a  
16 manufacturer of tobacco products by the attorney general are state  
17 funds and are subject to appropriation as provided by law.

18 Sec. 307. (1) In addition to the antitrust revenues in part 1,  
19 antitrust, securities fraud, consumer protection or class action  
20 enforcement revenues, or attorney fees recovered by the department,  
21 not to exceed \$250,000.00, are appropriated to the department for  
22 antitrust, securities fraud, and consumer protection or class  
23 action enforcement cases.

24 (2) Any unexpended funds from antitrust, securities fraud, or  
25 consumer protection or class action enforcement revenues at the end  
26 of the fiscal year, including antitrust funds in part 1, may be  
27 carried forward for expenditure in the following fiscal year up to



1 the maximum authorization of \$250,000.00.

2       Sec. 308. (1) In addition to the funds appropriated in part 1,  
3 there is appropriated up to \$500,000.00 from litigation expense  
4 reimbursements awarded to the state.

5       (2) The funds may be expended for the payment of court  
6 judgments, settlements, arbitration awards or other administrative  
7 and litigation decisions, attorney fees, and litigation costs,  
8 assessed against the office of the governor, the department of the  
9 attorney general, the governor, or the attorney general when acting  
10 in an official capacity as the named party in litigation against  
11 the state. The funds may also be expended for the payment of state  
12 costs incurred under section 16 of chapter X of the code of  
13 criminal procedure, 1927 PA 175, MCL 770.16.

14       (3) Unexpended funds at the end of the fiscal year may be  
15 carried forward for expenditure in the following year, up to a  
16 maximum authorization of \$500,000.00.

17       Sec. 309. From the prisoner reimbursement funds appropriated  
18 in part 1, the department may spend up to \$611,900.00 on activities  
19 related to the state correctional facility reimbursement act, 1935  
20 PA 253, MCL 800.401 to 800.406. In addition to the funds  
21 appropriated in part 1, if the department collects in excess of  
22 \$1,131,000.00 in gross annual prisoner reimbursement receipts  
23 provided to the general fund, the excess, up to a maximum of  
24 \$1,000,000.00, is appropriated to the department of attorney  
25 general and may be spent on the representation of the department of  
26 corrections and its officers, employees, and agents, including, but  
27 not limited to, the defense of litigation against the state, its



1 departments, officers, employees, or agents in civil actions filed  
2 by prisoners.

3 Sec. 310. (1) For the purposes of providing title IV-D child  
4 support enforcement funding, the department of human services, as  
5 the state IV-D agency, shall maintain a cooperative agreement with  
6 the attorney general for federal IV-D funding to support the child  
7 support enforcement activities within the office of the attorney  
8 general.

9 (2) The attorney general or his or her designee shall, to the  
10 extent allowable under federal law, have access to any information  
11 used by the state to locate parents who fail to pay court-ordered  
12 child support.

13 Sec. 312. The department of attorney general shall not receive  
14 and expend funds in addition to those authorized in part 1 for  
15 legal services provided specifically to other state departments or  
16 agencies except for costs for expert witnesses, court costs, or  
17 other nonsalary litigation expenses associated with a pending legal  
18 action.

19 Sec. 315. Total authorized appropriations from all sources  
20 under part 1 for legacy costs for the fiscal year ending September  
21 30, 2016 are \$17,778,100.00. From this amount, total agency  
22 appropriations for pension-related legacy costs are estimated at  
23 \$10,007,000.00. Total agency appropriations for retiree health care  
24 legacy costs are estimated at \$7,771,100.00.

25 Sec. 316. From the funds appropriated in part 1 for sexual  
26 assault law enforcement efforts, the department shall use the funds  
27 for testing of backlogged sexual assault kits across the state. The



1 purpose of this initiative is to eliminate all county sexual  
2 assault kit backlogs by the end of the fiscal year, assist local  
3 prosecutors with investigations and prosecutions of viable cases,  
4 and provide victim services. The department of attorney general  
5 shall provide a detailed work and spending plan outlining  
6 anticipated litigation action and expenditures resulting from  
7 findings of the sexual assault kit testing. The spending plan shall  
8 be transmitted to the state budget office, the senate and house  
9 fiscal agencies, and the senate and house of representatives  
10 standing committees on appropriations subcommittees on general  
11 government. The appropriation shall not be available for  
12 expenditure until the work plan is approved by the state budget  
13 director. The state budget office shall notify the senate and house  
14 of representatives standing committees on appropriations  
15 subcommittees on general government at least 15 days prior to  
16 release of the funds.

17       Sec. 320. The department of attorney general shall provide a  
18 detailed work and spending plan for the appropriation in part 1 for  
19 sexual assault prosecutions outlining the anticipated litigation  
20 action and expenditures resulting from findings of the rape kit  
21 testing results discovered by Michigan state police upon the  
22 closure of the Detroit crime lab. The spending plan shall be  
23 transmitted to the state budget office, the senate and house fiscal  
24 agencies, and the senate and house of representatives standing  
25 committees on appropriations subcommittees on general government.  
26 The appropriation shall not be available for expenditure until the  
27 work plan is approved by the state budget director. The state



1 budget office shall notify the senate and house of representatives  
2 standing committees on appropriations subcommittees on general  
3 government at least 15 days prior to release of the funds.

4 **DEPARTMENT OF CIVIL RIGHTS**

5       Sec. 401. (1) In addition to the funds appropriated in part 1,  
6 there is appropriated an amount not to exceed \$2,000,000.00 for  
7 federal contingency funds. These funds are not available for  
8 expenditure until they have been transferred to another line item  
9 in part 1 under section 393(2) of the management and budget act,  
10 1984 PA 431, MCL 18.1393.

11       (2) In addition to the funds appropriated in part 1, there is  
12 appropriated an amount not to exceed \$750,000.00 for private  
13 contingency funds. These funds are not available for expenditure  
14 until they have been transferred to another line item in part 1  
15 under section 393(2) of the management and budget act, 1984 PA 431,  
16 MCL 18.1393.

17       Sec. 402. (1) In addition to the appropriations contained in  
18 part 1, the department of civil rights may receive and expend funds  
19 from local or private sources for all of the following purposes:

20       (a) Developing and presenting training for employers on equal  
21 employment opportunity law and procedures.

22       (b) The publication and sale of civil rights related  
23 informational material.

24       (c) The provision of copy material made available under  
25 freedom of information requests.

26       (d) Other copy fees, subpoena fees, and witness fees.



1 (e) Developing, presenting, and participating in mediation  
2 processes for certain civil rights cases.

3 (f) Workshops, seminars, and recognition or award programs  
4 consistent with the programmatic mission of the individual unit  
5 sponsoring or coordinating the programs.

6 (g) Staffing costs for all activities included in this  
7 subsection.

8 (2) The department of civil rights shall annually report to  
9 the state budget director, the senate and house of representatives  
10 standing committees on appropriations, and the senate and house  
11 fiscal agencies the amount of funds received and expended for  
12 purposes authorized under this section.

13 Sec. 403. The department of civil rights may contract with  
14 local units of government to review equal employment opportunity  
15 compliance of potential contractors and may charge for and expend  
16 amounts received from local units of government for the purpose of  
17 developing and providing these contractual services.

18 Sec. 404. (1) The department of civil rights shall prepare and  
19 transmit a detailed report that includes, but is not limited to,  
20 the following information for the most recent fiscal year:

21 (a) A detailed description of the department operations.

22 (b) A detailed description of all subunits within the  
23 department, including FTE positions associated with each subunit,  
24 responsibilities of each subunit, and all revenues and expenditures  
25 for each subunit.

26 (c) The number of complaints by type of complaint.

27 (d) The average cost of, and time expended, investigating



1 complaints.

2 (e) The percentage of complaints that are meritorious and  
3 worthy of investigation or settlement and the percentage of  
4 complaints that have no merit.

5 (f) A listing of amounts awarded to claimants.

6 (g) Expenditures associated with complaint investigation and  
7 enforcement.

8 (h) A listing of complaint investigations closed per FTE  
9 position for each of the past 5 years.

10 (i) A listing of complaint evaluations completed per FTE  
11 position for each of the past 5 years.

12 (j) Productivity projections for the current fiscal year,  
13 including investigations closed per FTE, complaint evaluations  
14 completed per FTE, and average time expended investigating  
15 complaints.

16 (2) The report required under subsection (1) shall be posted  
17 online and transmitted electronically not later than November 30 to  
18 the state budget director, the chairpersons of the senate and house  
19 of representatives standing committees on appropriations, the  
20 senate and house appropriations subcommittees on general  
21 government, and the senate and house fiscal agencies.

22 Sec. 405. The department of civil rights shall notify the  
23 office of the state budget, senate and house of representatives  
24 standing committees on appropriations, and senate and house fiscal  
25 agencies prior to submitting a report or complaint to the United  
26 States commission on civil rights or other federal departments.

27 Sec. 410. Total authorized appropriations from all sources



1 under part 1 for legacy costs for the fiscal year ending September  
2 30, 2016 are \$2,997,500.00. From this amount, total agency  
3 appropriations for pension-related legacy costs are estimated at  
4 \$1,701,400.00. Total agency appropriations for retiree health care  
5 legacy costs are estimated at \$1,296,100.00.

## 6 **LEGISLATURE**

7 Sec. 600. The senate, the house of representatives, or an  
8 agency within the legislative branch may receive, expend, and  
9 transfer funds in addition to those authorized in part 1.

10 Sec. 601. (1) Funds appropriated in part 1 to an entity within  
11 the legislative branch shall not be expended or transferred to  
12 another account without written approval of the authorized agent of  
13 the legislative entity. If the authorized agent of the legislative  
14 entity notifies the state budget director of its approval of an  
15 expenditure or transfer before the year-end book-closing date for  
16 that legislative entity, the state budget director shall  
17 immediately make the expenditure or transfer. The authorized  
18 legislative entity agency shall be designated by the speaker of the  
19 house of representatives for house entities, the senate majority  
20 leader for senate entities, and the legislative council for  
21 legislative council entities.

22 (2) Funds appropriated within the legislative branch, to a  
23 legislative council component, shall not be expended by any agency  
24 or other subgroup included in that component without the approval  
25 of the legislative council.

26 Sec. 602. The senate may charge rent and assess charges for



1 utility costs. The amounts received for rent charges and utility  
2 assessments are appropriated to the senate for the renovation,  
3 operation, and maintenance of the Farnum Building and other  
4 properties.

5 Sec. 603. The appropriation contained in part 1 for national  
6 association dues is to be distributed by the legislative council.

7 Sec. 604. (1) The appropriation in part 1 to the Michigan  
8 state capitol historic site includes funds to operate the  
9 legislative parking facilities in the capitol area. The Michigan  
10 state capitol commission shall establish rules regarding the  
11 operation of the legislative parking facilities.

12 (2) The Michigan state capitol commission shall collect a fee  
13 from state employees and the general public using certain  
14 legislative parking facilities. The revenues received from the  
15 parking fees shall be allocated by the Michigan state capitol  
16 commission.

17 Sec. 605. The appropriation in part 1 to the legislative  
18 council for publication of the Michigan manual is a work project  
19 account. The unexpended portion remaining on September 30 shall not  
20 lapse and shall be carried forward into the subsequent fiscal year  
21 for use in paying the associated biennial costs of publication of  
22 the Michigan manual.

23 Sec. 606. The appropriations in part 1 to the legislative  
24 branch, for property management, shall be used to purchase  
25 equipment and services for building maintenance in order to ensure  
26 a safe and productive work environment. These funds are designated  
27 as work project appropriations and shall not lapse at the end of



1 the fiscal year, and shall continue to be available for expenditure  
2 until the project has been completed. The total cost is estimated  
3 at \$500,000.00, and the tentative completion date is September 30,  
4 2020.

5 Sec. 607. The appropriations in part 1 to the legislative  
6 branch, for automated data processing, shall be used to purchase  
7 equipment, software, and services in order to support and implement  
8 data processing requirements and technology improvements. These  
9 funds are designated as work project appropriations and shall not  
10 lapse at the end of the fiscal year, and shall continue to be  
11 available for expenditure until the project has been completed. The  
12 total cost is estimated at \$500,000.00, and the tentative  
13 completion date is September 30, 2020.

14 Sec. 608. In addition to funds appropriated in part 1, the  
15 Michigan capitol committee publications save the flags fund account  
16 may accept contributions, gifts, bequests, devises, grants, and  
17 donations. Those funds that are not expended in the fiscal year  
18 ending September 30 shall not lapse at the close of the fiscal  
19 year, and shall be carried forward for expenditure in the following  
20 fiscal years.

21 Sec. 615. Total authorized appropriations from all sources  
22 under part 1 for legacy costs for the fiscal year ending September  
23 30, 2016 are \$28,034,000.00. From this amount, total agency  
24 appropriations for pension-related legacy costs are estimated at  
25 \$15,465,300.00. Total agency appropriations for retiree health care  
26 legacy costs are estimated at \$12,568,700.00.



1 **LEGISLATIVE AUDITOR GENERAL**

2           Sec. 620. Pursuant to section 53 of article IV of the state  
3 constitution of 1963, the auditor general shall conduct audits of  
4 the judicial branch. The audits may include the supreme court and  
5 its administrative units, the court of appeals, and trial courts.

6           Sec. 621. (1) The auditor general shall take all reasonable  
7 steps to ensure that certified minority- and women-owned and  
8 operated accounting firms, and accounting firms owned and operated  
9 by persons with disabilities participate in the audits of the  
10 books, accounts, and financial affairs of each principal executive  
11 department, branch, institution, agency, and office of this state.

12           (2) The auditor general shall strongly encourage firms with  
13 which the auditor general contracts to perform audits of the  
14 principal executive departments and state agencies to subcontract  
15 with certified minority- and women-owned and operated accounting  
16 firms, and accounting firms owned and operated by persons with  
17 disabilities.

18           (3) The auditor general shall compile an annual report  
19 regarding the number of contracts entered into with certified  
20 minority- and women-owned and operated accounting firms, and  
21 accounting firms owned and operated by persons with disabilities.  
22 The auditor general shall deliver the report to the state budget  
23 director and the senate and house of representatives standing  
24 committees on appropriations subcommittees on general government by  
25 November 1 of each year.

26           Sec. 622. From the funds appropriated in part 1 to the  
27 legislative auditor general, the auditor general's salary and the



1 salaries of the remaining 2.0 FTE unclassified positions shall be  
2 set by the speaker of the house of representatives, the senate  
3 majority leader, the house of representatives minority leader, and  
4 the senate minority leader.

5       Sec. 623. Any audits, reviews, or investigations requested of  
6 the auditor general by the legislature or by legislative  
7 leadership, legislative committees, or individual legislators shall  
8 include an estimate of the additional costs involved and, when  
9 those costs exceed \$50,000.00, should provide supplemental funding.  
10 The auditor general shall determine whether to perform those  
11 activities in keeping with Audit Directive No. 29, which describes  
12 the office of the auditor general's policy on responding to  
13 legislative requests.

14 **DEPARTMENT OF STATE**

15       Sec. 701. (1) In addition to the funds appropriated in part 1,  
16 there is appropriated an amount not to exceed \$2,000,000.00 for  
17 federal contingency funds. These funds are not available for  
18 expenditure until they have been transferred to another line item  
19 in part 1 under section 393(2) of the management and budget act,  
20 1984 PA 431, MCL 18.1393.

21       (2) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$7,500,000.00 for state  
23 restricted contingency funds. These funds are not available for  
24 expenditure until they have been transferred to another line item  
25 in part 1 under section 393(2) of the management and budget act,  
26 1984 PA 431, MCL 18.1393.



1 (3) In addition to the funds appropriated in part 1, there is  
2 appropriated an amount not to exceed \$50,000.00 for local  
3 contingency funds. These funds are not available for expenditure  
4 until they have been transferred to another line item in part 1  
5 under section 393(2) of the management and budget act, 1984 PA 431,  
6 MCL 18.1393.

7 (4) In addition to the funds appropriated in part 1, there is  
8 appropriated an amount not to exceed \$100,000.00 for private  
9 contingency funds. These funds are not available for expenditure  
10 until they have been transferred to another line item in part 1  
11 under section 393(2) of the management and budget act, 1984 PA 431,  
12 MCL 18.1393.

13 Sec. 703. From the funds appropriated in part 1, the  
14 department of state shall sell copies of records including, but not  
15 limited to, records of motor vehicles, off-road vehicles,  
16 snowmobiles, watercraft, mobile homes, personal identification  
17 cardholders, drivers, and boat operators and shall charge \$8.00 per  
18 record sold only as authorized in section 208b of the Michigan  
19 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,  
20 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the  
21 natural resources and environmental protection act, 1994 PA 451,  
22 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue  
23 received from the sale of records shall be credited to the  
24 transportation administration collection fund created under section  
25 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

26 Sec. 704. From the funds appropriated in part 1, the secretary  
27 of state may enter into agreements with the department of



1 corrections for the manufacture of vehicle registration plates 15  
2 months before the registration year in which the registration  
3 plates will be used.

4       Sec. 705. (1) The department of state may accept gifts,  
5 donations, contributions, and grants of money and other property  
6 from any private or public source to underwrite, in whole or in  
7 part, the cost of a departmental publication that is prepared and  
8 disseminated under the Michigan vehicle code, 1949 PA 300, MCL  
9 257.1 to 257.923. A private or public funding source may receive  
10 written recognition in the publication and may furnish a traffic  
11 safety message, subject to departmental approval, for inclusion in  
12 the publication. The department may reject a gift, donation,  
13 contribution, or grant. The department may furnish copies of a  
14 publication underwritten, in whole or in part, by a private source  
15 to the underwriter at no charge.

16       (2) The department of state may sell and accept paid  
17 advertising for placement in a departmental publication that is  
18 prepared and disseminated under the Michigan vehicle code, 1949 PA  
19 300, MCL 257.1 to 257.923. The department may charge and receive a  
20 fee for any advertisement appearing in a departmental publication  
21 and shall review and approve the content of each advertisement. The  
22 department may refuse to accept advertising from any person or  
23 organization. The department may furnish a reasonable number of  
24 copies of a publication to an advertiser at no charge.

25       (3) Pending expenditure, the funds received under this section  
26 shall be deposited in the Michigan department of state publications  
27 fund created by section 211 of the Michigan vehicle code, 1949 PA



1 300, MCL 257.211. Funds given, donated, or contributed to the  
2 department from a private source are appropriated and allocated for  
3 the purpose for which the revenue is furnished. Funds granted to  
4 the department from a public source are allocated and may be  
5 expended upon receipt. The department shall not accept a gift,  
6 donation, contribution, or grant if receipt is conditioned upon a  
7 commitment of state funding at a future date. Revenue received from  
8 the sale of advertising is appropriated and may be expended upon  
9 receipt.

10 (4) Any unexpended revenues received under this section shall  
11 be carried over into subsequent fiscal years and shall be available  
12 for appropriation for the purposes described in this section.

13 (5) On March 1 of each year, the department of state shall  
14 file a report with the senate and house of representatives standing  
15 committees on appropriations, the senate and house fiscal agencies,  
16 and the state budget director. The report shall include all of the  
17 following information:

18 (a) The amount of gifts, contributions, donations, and grants  
19 of money received by the department under this section for the  
20 prior fiscal year.

21 (b) A listing of the expenditures made from the amounts  
22 received by the department as reported in subdivision (a).

23 (c) A listing of any gift, donation, contribution, or grant of  
24 property other than funding received by the department under this  
25 section for the prior year.

26 (d) The total revenue received from the sale of paid  
27 advertising accepted under this section and a statement of the



1 total number of advertising transactions.

2 (6) In addition to copies delivered without charge as the  
3 secretary of state considers necessary, the department of state may  
4 sell copies of manuals and other publications regarding the sale,  
5 ownership, or operation or regulation of motor vehicles, with  
6 amendments, at prices to be established by the secretary of state.  
7 As used in this subsection, the term "manuals and other  
8 publications" includes videos and proprietary electronic  
9 publications. All funds received from sales of these manuals and  
10 other publications shall be credited to the Michigan department of  
11 state publications fund.

12 Sec. 707. Funds collected by the department of state under  
13 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,  
14 are appropriated for all expenses necessary to provide for the  
15 costs of the publication. Funds are allotted for expenditure when  
16 they are received by the department of treasury and shall not lapse  
17 to the general fund at the end of the fiscal year.

18 Sec. 708. From the funds appropriated in part 1, the  
19 department of state shall use available balances at the end of the  
20 state fiscal year to provide payment to the department of state  
21 police in the amount of \$332,000.00 for the services provided by  
22 the traffic accident records program as first appropriated in 1990  
23 PA 196 and 1990 PA 208.

24 Sec. 709. From the funds appropriated in part 1, the  
25 department of state may restrict funds from miscellaneous revenue  
26 to cover cash shortages created from normal branch office  
27 operations. This amount shall not exceed \$50,000.00 of the total



1 funds available in miscellaneous revenue.

2       Sec. 710. (1) Commemorative and specialty license plate fee  
3 revenue collected by the department of state and deposited into the  
4 transportation administration collection fund created in section  
5 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, is  
6 authorized for expenditure up to the amount of revenue collected  
7 but not to exceed the amount appropriated to the department of  
8 state in part 1 to administer commemorative and specialty license  
9 plate programs.

10       (2) Commemorative and specialty license plate fee revenue  
11 collected by the department of state and deposited in the  
12 transportation administration collection fund created in section  
13 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, in  
14 addition to the amount appropriated in part 1 to the department of  
15 state, shall remain in the transportation administration collection  
16 fund created in section 810b of the Michigan vehicle code, 1949 PA  
17 300, MCL 257.810b, and be available for future appropriation.

18       Sec. 711. Collector plate and fund-raising registration plate  
19 revenues collected by the department of state are appropriated and  
20 allotted for distribution to the recipient university or public or  
21 private agency overseeing a state-sponsored goal when received.  
22 Distributions shall occur on a quarterly basis or as otherwise  
23 authorized by law. Any revenues remaining at the end of the fiscal  
24 year shall not lapse to the general fund but shall remain available  
25 for distribution to the university or agency in the next fiscal  
26 year.

27       Sec. 712. The department of state may produce and sell copies



1 of a training video designed to inform registered automotive repair  
2 facilities of their obligations under Michigan law. The price shall  
3 not exceed the cost of production and distribution. The money  
4 received from the sale of training videos shall revert to the  
5 department of state and be placed in the auto repair facility  
6 account.

7       Sec. 713. (1) The department of state, in collaboration with  
8 the gift of life transplantation society or its successor federally  
9 designated organ procurement organization, may develop and  
10 administer a public information campaign concerning the Michigan  
11 organ donor program.

12       (2) The department may solicit funds from any private or  
13 public source to underwrite, in whole or in part, the public  
14 information campaign authorized by this section. The department may  
15 accept gifts, donations, contributions, and grants of money and  
16 other property from private and public sources for this purpose. A  
17 private or public funding source underwriting the public  
18 information campaign, in whole or in substantial part, shall  
19 receive sponsorship credit for its financial backing.

20       (3) Funds received under this section, including grants from  
21 state and federal agencies, shall not lapse to the general fund at  
22 the end of the fiscal year but shall remain available for  
23 expenditure for the purposes described in this section.

24       (4) Funding appropriated in part 1 for the organ donor program  
25 shall be used for producing a pamphlet to be distributed with  
26 driver licenses and personal identification cards regarding organ  
27 donations. The funds shall be used to update and print a pamphlet



1 that will explain the organ donor program and encourage people to  
2 become donors by marking a checkoff on driver license and personal  
3 identification card applications.

4 (5) The pamphlet shall include a return reply form addressed  
5 to the gift of life organization. Funding appropriated in part 1  
6 for the organ donor program shall be used to pay for return postage  
7 costs.

8 (6) In addition to the appropriations in part 1, the  
9 department of state may receive and expend funds from the organ and  
10 tissue donation education fund for administrative expenses.

11 Sec. 714. (1) Except as otherwise provided under subsection  
12 (2), at least 180 days before closing a branch office or  
13 consolidating a branch office and at least 60 days before  
14 relocating a branch office, the department of state shall inform  
15 members of the senate and house of representatives standing  
16 committees on appropriations and legislators who represent affected  
17 areas regarding the details of the proposal. The information  
18 provided shall be in written form and include all analyses done  
19 regarding criteria for changes in the location of branch offices,  
20 including, but not limited to, branch transactions, revenue, and  
21 the impact on citizens of the affected area. The impact on citizens  
22 shall include information regarding additional distance to branch  
23 office locations resulting from the plan. The written notice  
24 provided by the department of state shall also include detailed  
25 estimates of costs and savings that will result from the overall  
26 changes made to the branch office structure and the same level of  
27 detail regarding costs for new leased facilities and expansions of



1 current leased space.

2 (2) If the consolidation of a branch office is with another  
3 branch office that is located within the same local unit of  
4 government or the relocation of a branch office is to another  
5 location that is located within the same local unit of government,  
6 the department of state is not required to provide the notification  
7 or written information described in subsection (1).

8 (3) As used in this section, "local unit of government" means  
9 a city, village, township, or county.

10 Sec. 715. (1) Any service assessment collected by the  
11 department of state from the user of a credit or debit card under  
12 section 3 of 1995 PA 144, MCL 11.23, may be used by the department  
13 for necessary expenses related to that service and may be remitted  
14 to a credit or debit card company, bank, or other financial  
15 institution.

16 (2) The service assessment imposed by the department of state  
17 for credit and debit card services may be based either on a  
18 percentage of each individual credit or debit card transaction, or  
19 on a flat rate per transaction, or both, scaled to the amount of  
20 the transaction. However, the department shall not charge any  
21 amount for a service assessment which exceeds the costs billable to  
22 the department for service assessments.

23 (3) If there is a balance of service assessments received from  
24 credit and debit card services remaining on September 30, the  
25 balance may be carried forward to the following fiscal year and  
26 appropriated for the same purpose.

27 (4) As used in this section, "service assessment" means and



1 includes costs associated with service fees imposed by credit and  
2 debit card companies and processing fees imposed by banks and other  
3 financial institutions.

4       Sec. 716b. The department of state shall provide a report that  
5 calculates the total amount of funds expended for the business  
6 application modernization project to date from the inception of the  
7 program. The report shall contain information on the original start  
8 and completion dates for the project, the original cost to complete  
9 the project, and a listing of all revisions to project completion  
10 dates and costs. The report shall include the total amount of funds  
11 paid to the state by the contract provider for penalties. The  
12 report shall be submitted to the senate and house of  
13 representatives standing committees on appropriations, the senate  
14 and house fiscal agencies, and the state budget director by January  
15 1.

16       Sec. 717. (1) The department of state may accept nonmonetary  
17 gifts, donations, or contributions of property from any private or  
18 public source to support, in whole or in part, the operation of a  
19 departmental function relating to licensing, regulation, or safety.  
20 The department may recognize a private or public contributor for  
21 making the contribution. The department may reject a gift,  
22 donation, or contribution.

23       (2) The department of state shall not accept a gift, donation,  
24 or contribution under subsection (1) if receipt of the gift,  
25 donation, or contribution is conditioned upon a commitment of  
26 future state funding.

27       (3) On March 1 of each year, the department of state shall



1 file a report with the senate and house of representatives standing  
2 committees on appropriations, the senate and house fiscal agencies,  
3 and the state budget director. The report shall list any gift,  
4 donation, or contribution received by the department under  
5 subsection (1) for the prior calendar year.

6 Sec. 718. From the funds appropriated in part 1 to the  
7 department of state, branch operations, the department shall  
8 maintain a full service secretary of state branch office in Buena  
9 Vista Township.

10 Sec. 721. From the funds appropriated in part 1, the  
11 department of state may collect ATM commission fees from companies  
12 that have ATMs located in secretary of state branch offices. The  
13 commission received from the use of these ATMs shall be credited to  
14 the transportation administration collection fund created under  
15 section 810b of the Michigan vehicle code, 1949 PA 300, MCL  
16 257.810b.

17 Sec. 722. (1) The department shall conduct a workgroup to  
18 investigate means of minimizing fraud in the MIBridges benefits  
19 programs. The members of the workgroup shall include, but are not  
20 limited to, the departments of state, community health, and state  
21 police and members of the house of representatives and the senate.  
22 The workgroup shall, at a minimum, address the following  
23 possibilities and make recommendations on the implementation of any  
24 of the following items considered feasible:

25 (a) Whether the department's policies concerning the  
26 replacement of lost bridge cards sufficiently deter improper use of  
27 those cards.



1 (b) What technologies may exist to deter the sale or other  
2 improper use of bridge cards.

3 (c) Whether a state driver license or state identification  
4 card might be used to replace the existing bridge cards.

5 (d) What federal policies exist that may inhibit or enhance  
6 adoption of fraud minimization actions.

7 (2) By February 1, 2016, the department shall provide to the  
8 senate and house appropriations subcommittees on the department  
9 budget, the senate and house fiscal agencies, the senate and house  
10 policy offices, and the state budget office a report on the  
11 workgroup findings. The report shall include a draft request for  
12 information to implement any recommended proposals, an action plan  
13 for implementation of any proposed changes, and an estimate of the  
14 costs that may be incurred and benefits that may be gained from the  
15 adoption of recommended workgroup suggestions.

16 Sec. 725. Total authorized appropriations from all sources  
17 under part 1 for legacy costs for the fiscal year ending September  
18 30, 2016 are \$31,253,000.00. From this amount, total agency  
19 appropriations for pension-related legacy costs are estimated at  
20 \$17,739,100.00. Total agency appropriations for retiree health care  
21 legacy costs are estimated at \$13,513,900.00.

22 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

23 Sec. 801. (1) In addition to the funds appropriated in part 1,  
24 there is appropriated an amount not to exceed \$4,000,000.00 for  
25 federal contingency funds. These funds are not available for  
26 expenditure until they have been transferred to another line item



1 in part 1 under section 393(2) of the management and budget act,  
2 1984 PA 431, MCL 18.1393.

3 (2) In addition to the funds appropriated in part 1, there is  
4 appropriated an amount not to exceed \$8,000,000.00 for state  
5 restricted contingency funds. These funds are not available for  
6 expenditure until they have been transferred to another line item  
7 in part 1 under section 393(2) of the management and budget act,  
8 1984 PA 431, MCL 18.1393.

9 (3) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$150,000.00 for local  
11 contingency funds. These funds are not available for expenditure  
12 until they have been transferred to another line item in part 1  
13 under section 393(2) of the management and budget act, 1984 PA 431,  
14 MCL 18.1393.

15 (4) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$100,000.00 for private  
17 contingency funds. These funds are not available for expenditure  
18 until they have been transferred to another line item in part 1  
19 under section 393(2) of the management and budget act, 1984 PA 431,  
20 MCL 18.1393.

21 Sec. 802. Proceeds in excess of necessary costs incurred in  
22 the conduct of transfers or auctions of state surplus, salvage, or  
23 scrap property made pursuant to section 267 of the management and  
24 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the  
25 department of technology, management, and budget to offset costs  
26 incurred in the acquisition and distribution of federal surplus  
27 property. The department of technology, management, and budget



1 shall provide consolidated Internet auction services through the  
2 state's contractors for all local units of government.

3       Sec. 803. (1) The department of technology, management, and  
4 budget may receive and expend funds in addition to those authorized  
5 by part 1 for maintenance and operation services provided  
6 specifically to other principal executive departments or state  
7 agencies, the legislative branch, the judicial branch, or private  
8 tenants, or provided in connection with facilities transferred to  
9 the operational jurisdiction of the department of technology,  
10 management, and budget.

11       (2) The department of technology, management, and budget may  
12 receive and expend funds in addition to those authorized by part 1  
13 for real estate, architectural, design, and engineering services  
14 provided specifically to other principal executive departments or  
15 state agencies, the legislative branch, or the judicial branch.

16       (3) The department of technology, management, and budget may  
17 receive and expend funds in addition to those authorized in part 1  
18 for mail pickup and delivery services provided specifically to  
19 other principal executive departments and state agencies, the  
20 legislative branch, or the judicial branch.

21       (4) The department of technology, management, and budget may  
22 receive and expend funds in addition to those authorized in part 1  
23 for purchasing services provided specifically to other principal  
24 executive departments and state agencies, the legislative branch,  
25 or the judicial branch.

26       Sec. 804. (1) The source of financing in part 1 for statewide  
27 appropriations shall be funded by assessments against longevity and



1 insurance appropriations throughout state government in a manner  
2 prescribed by the department of technology, management, and budget.  
3 Funds shall be used as specified in joint labor/management  
4 agreements or through the coordinated compensation hearings  
5 process. Any deposits made under this subsection and any  
6 unencumbered funds are restricted revenues, may be carried over  
7 into the succeeding fiscal years, and are appropriated.

8 (2) In addition to the funds appropriated in part 1 for  
9 statewide appropriations, the department of technology, management,  
10 and budget may receive and expend funds in such additional amounts  
11 as may be specified in joint labor/management agreements or through  
12 the coordinated compensation hearings process in the same manner  
13 and subject to the same conditions as prescribed in subsection (1).

14 Sec. 805. To the extent a specific appropriation is required  
15 for a detailed source of financing included in part 1 for the  
16 department of technology, management, and budget appropriations  
17 financed from special revenue and internal service and pension  
18 trust funds, or MAIN user charges, the specific amounts are  
19 appropriated within the special revenue internal service and  
20 pension trust funds in portions not to exceed the aggregate amount  
21 appropriated in part 1.

22 Sec. 806. In addition to the funds appropriated in part 1 to  
23 the department of technology, management, and budget, the  
24 department may receive and expend funds from other principal  
25 executive departments and state agencies to implement  
26 administrative leave bank transfer provisions as may be specified  
27 in joint labor/management agreements. The amounts may also be



1 transferred to other principal executive departments and state  
2 agencies under the joint agreement and any amounts transferred  
3 under the joint agreement are authorized for receipt and  
4 expenditure by the receiving principal executive department or  
5 state agency. Any amounts received by the department of technology,  
6 management, and budget under this section and intended, under the  
7 joint labor/management agreements, to be available for use beyond  
8 the close of the fiscal year and any unencumbered funds may be  
9 carried over into the succeeding fiscal year.

10       Sec. 807. The source of financing in part 1 for the Michigan  
11 administrative information network shall be funded by proportionate  
12 charges assessed against the respective state funds benefiting from  
13 this project in the amounts determined by the department.

14       Sec. 808. (1) Deposits against the interdepartmental grant  
15 from building occupancy and parking charges appropriated in part 1  
16 shall be collected, in part, from state agencies, the legislative  
17 branch, and the judicial branch based on estimated costs associated  
18 with maintenance and operation of buildings managed by the  
19 department of technology, management, and budget. To the extent  
20 excess revenues are collected due to estimates of building  
21 occupancy charges exceeding actual costs, the excess revenues may  
22 be carried forward into succeeding fiscal years for the purpose of  
23 returning funds to state agencies.

24       (2) Appropriations in part 1 to the department of technology,  
25 management, and budget, for management and budget services from  
26 building occupancy charges and parking charges, may be increased to  
27 return excess revenue collected to state agencies.



1           Sec. 808a. (1) The department of technology, management, and  
2 budget in conjunction with the state budget office shall not charge  
3 building occupancy rates to a state department or agency for  
4 unoccupied space if the department or agency has submitted a notice  
5 to the department of technology, management, and budget and the  
6 state budget office to vacate the property at least 12 months prior  
7 to the date to vacate. If the state department or agency does not  
8 vacate the property by the end of the notification date, the state  
9 department or agency shall be charged building occupancy rates for  
10 that space for time the space is occupied beyond the 12-month  
11 notice date to vacate.

12           (2) The department of technology, management, and budget in  
13 conjunction with the state budget office shall require state  
14 departments or agencies to pay building occupancy rates when moving  
15 into a building managed by the department of technology,  
16 management, and budget at the beginning of the start of the fiscal  
17 year immediately following building occupancy.

18           Sec. 809. On a quarterly basis, the department of technology,  
19 management, and budget shall notify the chairpersons of the senate  
20 and house of representatives standing committees on appropriations  
21 and the chairpersons of the senate and house of representatives  
22 standing committees on appropriations subcommittees on general  
23 government on any revisions that increase or decrease current  
24 contracts by more than \$500,000.00 for computer software  
25 development, hardware acquisition, or quality assurance.

26           Sec. 810. The department of technology, management, and budget  
27 shall maintain an Internet website that contains notice of all



1 invitations for bids and requests for proposals over \$50,000.00  
2 issued by the department or by any state agency operating under  
3 delegated authority. The department shall not accept an invitation  
4 for bid or request for proposal in less than 14 days after the  
5 notice is made available on the Internet website, except in  
6 situations where it would be in the best interest of the state and  
7 documented by the department. In addition to the requirements of  
8 this section, the department may advertise the invitations for bids  
9 and requests for proposals in any manner the department determines  
10 appropriate, in order to give the greatest number of individuals  
11 and businesses the opportunity to make bids or requests for  
12 proposals.

13       Sec. 811. The department of technology, management, and budget  
14 may receive and expend funds from the Vietnam veterans memorial  
15 monument fund as provided in the Michigan Vietnam veterans memorial  
16 act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated  
17 and allocated when received and may be expended upon receipt.

18       Sec. 812. The Michigan veterans' memorial park commission may  
19 receive and expend money from any source, public or private,  
20 including, but not limited to, gifts, grants, donations of money,  
21 and government appropriations, for the purposes described in  
22 Executive Order No. 2001-10. Funds are appropriated and allocated  
23 when received and may be expended upon receipt. Any deposits made  
24 under this section and unencumbered funds are restricted revenues  
25 and may be carried over into succeeding fiscal years.

26       Sec. 813. (1) Funds in part 1 for motor vehicle fleet are  
27 appropriated to the department of technology, management, and



1 budget for administration and for the acquisition, lease,  
2 operation, maintenance, repair, replacement, and disposal of state  
3 motor vehicles.

4 (2) The appropriation in part 1 for motor vehicle fleet shall  
5 be funded by revenue from rates charged to principal executive  
6 departments and agencies for utilizing vehicle travel services  
7 provided by the department. Revenue in excess of the amount  
8 appropriated in part 1 from the motor transport fund and any  
9 unencumbered funds are restricted revenues and may be carried over  
10 into the succeeding fiscal year.

11 (3) Pursuant to the department of technology, management, and  
12 budget's authority under sections 213 and 215 of the management and  
13 budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department  
14 shall maintain a plan regarding the operation of the motor vehicle  
15 fleet. The plan shall include the number of vehicles assigned to,  
16 or authorized for use by, state departments and agencies, efforts  
17 to reduce travel expenditures, the number of cars in the motor  
18 vehicle fleet, the number of miles driven by fleet vehicles, and  
19 the number of gallons of fuel consumed by fleet vehicles. The plan  
20 shall include a calculation of the amount of state motor vehicle  
21 fuel taxes that would have been incurred by fleet vehicles if fleet  
22 vehicles were required by law to pay motor fuel taxes. The plan  
23 shall include a description of fleet garage operations, the goods  
24 sold and services provided by the fleet garage, the cost to operate  
25 the fleet garage, the number of fleet garage locations, and the  
26 number of employees assigned to each fleet garage. The plan may be  
27 adjusted during the fiscal year based on needs and cost savings to



1 achieve the maximum value and efficiency from the state motor  
2 fleet. Within 60 days after the close of the fiscal year, the  
3 department shall provide a report to the senate and house of  
4 representatives standing committees on appropriations and the  
5 senate and house fiscal agencies detailing the current plan and  
6 changes made to the plan during the fiscal year.

7 (4) The department of technology, management, and budget may  
8 charge state agencies for fuel cost increases that exceed \$3.04 per  
9 gallon of unleaded gasoline. The department shall notify state  
10 agencies, in writing or by electronic mail, at least 30 days before  
11 implementing additional charges for fuel cost increases. Revenues  
12 received from these charges are appropriated upon receipt.

13 (5) In order to reduce costs and maintain quality, it is the  
14 intent of the legislature that, excluding the fleet of motor  
15 vehicles for the department of state police, when economically  
16 feasible, the department of technology, management, and budget will  
17 prioritize the utilization of remanufactured parts as the primary  
18 means of maintenance and repair for the state of Michigan's fleet  
19 of motor vehicles.

20 (6) The state budget director, upon notification to the senate  
21 and house of representatives standing committees on appropriations,  
22 may adjust spending authorization and the IDG from motor transport  
23 fund in the department of technology, management, and budget in  
24 order to ensure that the appropriations for motor vehicle fleet in  
25 the department budget equal the expenditures for motor vehicle  
26 fleet in the budgets for all executive branch agencies.

27 Sec. 814. The department of technology, management, and budget



1 shall develop a plan regarding the use of the funds appropriated in  
2 part 1 for the enterprisewide information technology investment  
3 projects. The plan shall include, but not be limited to, a  
4 description of proposed information technology investment projects,  
5 the time frame for completion of the information technology  
6 investment projects, the proposed cost of the information  
7 technology investment projects, the number of employees assigned to  
8 implement each information technology investment project, the  
9 contracts entered into for each information technology investment  
10 project, and any other information the department deems necessary.  
11 The plan shall be distributed to the senate and house of  
12 representatives standing committees on appropriations subcommittees  
13 on general government, as well as the senate and house fiscal  
14 agencies on a quarterly basis. The submitted plan shall also  
15 include anticipated spending reductions or overages for each of the  
16 proposed information technology investment projects. The department  
17 of technology, management, and budget shall notify the senate and  
18 house of representatives standing committees on appropriations  
19 subcommittees on general government and the senate and house fiscal  
20 agencies when a project funded under an information technology  
21 investment project line item in part 1 is expected to require a  
22 transfer of dollars from another project in excess of \$500,000.00.

23       Sec. 816. An RFP issued for the purpose of privatization shall  
24 include all factors used in evaluating and determining price.

25       Sec. 817. The department of technology, management, and budget  
26 may require that any vendor or subcontractor providing call or  
27 contact center services to the state of Michigan disclose to



1 inbound callers the location from which the call or contact center  
2 services are being provided.

3 Sec. 818. In addition to the funds appropriated in part 1, the  
4 department of technology, management, and budget may receive and  
5 expend money from the Michigan law enforcement officers memorial  
6 monument fund as provided in the Michigan law enforcement officers  
7 memorial act, 2004 PA 177, MCL 28.781 to 28.787.

8 Sec. 819. In addition to the funds appropriated in part 1, the  
9 department of technology, management, and budget may receive and  
10 expend money from the Ronald Wilson Reagan memorial monument fund  
11 as provided in the Ronald Wilson Reagan memorial monument fund  
12 commission act, 2004 PA 489, MCL 399.261 to 399.266.

13 Sec. 820. The department shall make available to the public a  
14 list of all parcels of real property owned by the state that are  
15 available for purchase. The list shall be posted on the Internet  
16 through the department's website.

17 Sec. 821. The department of technology, management, and budget  
18 shall annually update the office space consolidation project plan,  
19 including the use of the funds appropriated pursuant to  
20 2012 PA 200 for the space consolidation fund. By February 15, the  
21 department shall report to the senate and house of representatives  
22 committees on appropriations subcommittees on general government  
23 and the senate and house fiscal agencies on the revised plan and  
24 plan implementation. The report shall include, but is not limited  
25 to, the description of the proposed office space to be  
26 consolidated, the time frame for completion of the office space  
27 consolidation, the proposed itemized cost of the office space



1 consolidation, the number of employees assigned to implement the  
2 office space consolidation, the contracts entered into for the  
3 office space consolidation, information on completed projects,  
4 anticipated savings, savings achieved, and any other information  
5 the department deems necessary.

6 Sec. 822. The department of technology, management, and budget  
7 shall compile a report by January 1 pertaining to the salaries of  
8 unclassified employees, as well as gubernatorial appointees, within  
9 all state departments and agencies. The report shall enumerate each  
10 unclassified employee and gubernatorial appointee and his or her  
11 annual salary individually. The report shall be distributed to the  
12 chairs of the senate and house of representatives standing  
13 committees on appropriations subcommittees on general government,  
14 as well as the senate and house fiscal agencies and be made  
15 available electronically and posted online.

16 Sec. 822b. (1) A public-private partnership investment fund is  
17 created in MDTMB. Subject to subsections (2) and (3), public-  
18 private partnership investments shall include, but are not limited  
19 to, all of the following:

20 (a) Capital asset improvements including buildings, land, or  
21 structures.

22 (b) Energy resource exploration, extraction, generation, and  
23 sales.

24 (c) Financial and investment incentive opportunities.

25 (d) Infrastructure construction, maintenance, and operation.

26 (e) Public-private sector joint ventures that provide economic  
27 benefit to an area or to the state.



1 (2) Public-private investments shall not include projects,  
2 consultant expenses, staff effort, or any other activity related to  
3 the development, financing, construction, operation, or  
4 implementation of the Detroit River International Crossing or any  
5 successor project unless the project is approved by the legislature  
6 and signed into law.

7 (3) The state budget director shall determine whether or not a  
8 specific public-private partnership investment opportunity  
9 qualifies for funding under subsection (1).

10 (4) Investment development revenue, including a portion of the  
11 proceeds from the sale of any public-private partnership investment  
12 designated in subsection (1), shall be deposited into the fund  
13 created in subsection (1) and shall be available for  
14 administration, development, financing, marketing, and operating  
15 expenditures associated with public-private partnerships, unless  
16 otherwise provided by law. Public-private partnership investments  
17 authorized in subsection (1) are authorized for public or private  
18 operation or sale consistent with state law. Expenditures from the  
19 fund are authorized for investment purposes as designated in  
20 subsection (1) to enhance the marketable value of each investment.  
21 The unencumbered balance remaining in the fund at the end of the  
22 fiscal year may be carried forward for appropriation in future  
23 years.

24 (5) An annual report shall be transmitted to the senate and  
25 house of representatives standing committees on appropriations, the  
26 senate and house fiscal agencies, and the state budget office not  
27 later than December 31 of each year. This report shall detail both



1 of the following:

2 (a) The revenue and expenditure activity in the fund for the  
3 preceding fiscal year.

4 (b) Public-private partnership investments as identified under  
5 subsection (1).

6 (6) MDTMB shall monitor the revenue deposited in the public-  
7 private partnership investment fund created in subsection (1). If  
8 the revenue in the fund is insufficient to pay the amount  
9 appropriated in part 1 for public-private partnership investment,  
10 then MDTMB shall propose a legislative transfer to fund the line  
11 from the appropriations in part 1.

12 Sec. 822c. The funds appropriated in part 1 shall not be used  
13 to support any staff effort, projects, consultant expenses, or any  
14 other activity related to the development, financing, construction,  
15 operation, or implementation of the Detroit River International  
16 Crossing or any successor project unless the project is approved by  
17 the legislature and signed into law.

18 Sec. 822d. By December 31, 2015, the department shall provide  
19 a report to the senate and house appropriations subcommittees on  
20 general government and the senate and house fiscal agencies that  
21 identifies fee and rate schedules to be used by state departments  
22 and agencies for services, including information technology,  
23 provided by the department during fiscal year 2016-2017. The report  
24 shall also identify changes from fees and rates charged in fiscal  
25 year 2015-2016 and include an explanation of the factors that  
26 justify each fee and rate increase.

27 Sec. 822e. Total authorized appropriations from all sources



1 under part 1 for legacy costs for the fiscal year ending September  
2 30, 2016 are \$76,448,100.00. From this amount, total agency  
3 appropriations for pension-related legacy costs are estimated at  
4 \$43,360,600.00. Total agency appropriations for retiree health care  
5 legacy costs are estimated at \$33,087,500.00.

6 Sec. 822f. (1) The funds appropriated in part 1 for the  
7 regional prosperity initiative are to be used as competitive grants  
8 to eligible regional planning organizations qualifying for funding  
9 as a regional prosperity collaborative, a regional prosperity  
10 council, or a regional prosperity board. A regional planning  
11 organization may not qualify for funding under more than 1 category  
12 in the same state fiscal year. As used in this section:

13 (a) "Eligible regional planning organization" means any of the  
14 following:

15 (i) An existing regional planning commission created pursuant  
16 to 1945 PA 281, MCL 125.11 to 125.25.

17 (ii) An existing regional economic development commission  
18 created pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

19 (iii) An existing metropolitan area council formed pursuant to  
20 the metropolitan councils act, 1989 PA 292, MCL 124.651 to 124.729.

21 (iv) A Michigan metropolitan planning organization established  
22 pursuant to the moving ahead for progress in the 21st century act,  
23 Public Law 112-141.

24 (b) "Open meetings act" means the open meetings act, 1976 PA  
25 267, MCL 15.261 to 15.275.

26 (c) "Regional prosperity board" means a regional body with  
27 representation from private, public, and nonprofit entities engaged



1 in joint decision-making practices for the purpose of creating a  
2 phase three: regional prosperity plan.

3 (d) "Regional prosperity collaborative" means any committee  
4 developed by a regional planning organization or a metropolitan  
5 planning organization that serves to bring organizational  
6 representation together from private, public, and nonprofit  
7 entities within a region for the purpose of creating a phase one:  
8 regional prosperity plan.

9 (e) "Regional prosperity council" means a regional body with  
10 representation from private, public, and nonprofit entities with  
11 shared administrative services and an executive governing entity,  
12 as demonstrated by a formal local agreement or agreements for the  
13 purpose of creating a phase two: regional prosperity plan.

14 (2) Regional planning organizations may qualify to receive not  
15 more than \$250,000.00 of incentive-based funding as a regional  
16 prosperity collaborative subject to meeting all of the following  
17 requirements:

18 (a) The regional prosperity collaborative has created a phase  
19 one: regional prosperity plan, as follows:

20 (i) The regional prosperity collaborative must include  
21 regional representatives from adult education, workforce  
22 development, community development, economic development,  
23 transportation, and higher education organizations.

24 (ii) The plan is required, at a minimum, to include a 5-year  
25 plan focused on economic growth and vitality for the region, as  
26 well as a performance dashboard and measurable annual goals to  
27 support the 5-year plan.



1           (iii) The 5-year plan shall address regional strategies  
2 related to adult education, workforce development, economic  
3 development, transportation, higher education, and business  
4 development.

5           (iv) The regional prosperity collaborative shall adopt the  
6 plan by a minimum 2/3 majority vote of its members.

7           (b) The regional prosperity collaborative adheres to  
8 accountability and transparency measures required in the open  
9 meetings act.

10          (c) The regional prosperity collaborative convenes monthly  
11 meetings, open to the public, to consider and discuss issues  
12 leading to a common vision of economic prosperity for the region,  
13 including, but not limited to, community development, economic  
14 development, talent, and infrastructure opportunities.

15          (d) The regional prosperity collaborative makes available on  
16 the grant recipient's publicly accessible Internet site pertinent  
17 documents, including, but not limited to, monthly meeting agendas,  
18 minutes of monthly meetings, voting records, and the regional  
19 prosperity plan and performance dashboard.

20          (e) The regional prosperity collaborative keeps a status  
21 report detailing the spending associated with previous regional  
22 prosperity initiative grants. Organizations that have successfully  
23 received grant awards in previous fiscal years shall be required to  
24 make available to the department and on a publicly accessible  
25 Internet site information regarding the use of those grant dollars.

26          (3) Regional planning organizations eligible to receive a  
27 payment as a regional prosperity collaborative under subsection (2)



1 may qualify to receive a 1-time grant of not more than \$75,000.00  
2 to produce a plan to transform the regional prosperity  
3 collaborative into a regional prosperity council or regional  
4 prosperity board, including necessary local formal agreements, to  
5 make recommendations that eliminate duplicative efforts and  
6 administrative functions, and to leverage resources through  
7 cooperation, collaboration, and consolidations of organizations or  
8 programs throughout the region. Plans produced to transform the  
9 regional prosperity collaborative into a regional prosperity  
10 council or regional prosperity board shall be made available on the  
11 grant recipient's publicly accessible Internet site.

12 (4) Regional planning organizations may qualify to receive not  
13 more than \$375,000.00 of incentive-based funding as a regional  
14 prosperity council subject to meeting all of the following  
15 requirements:

16 (a) The regional prosperity council has created a phase two:  
17 regional prosperity plan, as follows:

18 (i) The regional prosperity council must include regional  
19 representatives from adult education, workforce development,  
20 community development, economic development, transportation, and  
21 higher education organizations.

22 (ii) The regional prosperity council shall identify  
23 opportunities for shared administrative services and decision-  
24 making among the private, public, and nonprofit entities within the  
25 region and shall continue collaboration with regional prosperity  
26 council members, including, but not limited to, representatives  
27 from adult education providers, workforce development agencies,



1 community development agencies, economic development agencies,  
2 transportation service providers, and higher education  
3 institutions.

4 (iii) The plan is required to include, but is not limited to,  
5 all of the following:

6 (A) A status report of the approved 5-year plan.

7 (B) The addition of a 10-year plan for the region which builds  
8 upon prior work and is focused on economic growth and vitality in  
9 the region.

10 (C) A prioritized list of regional projects.

11 (D) A performance dashboard with measurable annual goals.

12 (iv) The regional prosperity council shall adopt the plan by a  
13 minimum 2/3 vote of its members.

14 (b) The regional prosperity council adheres to accountability  
15 and transparency measures required in the open meetings act.

16 (c) The regional prosperity council convenes monthly meetings,  
17 open to the public, to consider and discuss issues leading to a  
18 common vision of economic prosperity for the region, including, but  
19 not limited to, community development, economic development,  
20 talent, and infrastructure opportunities.

21 (d) The regional prosperity council makes available on the  
22 grant recipient's publicly accessible Internet site pertinent  
23 documents, including, but not limited to, monthly meeting agendas,  
24 minutes of monthly meetings, voting records, and the regional  
25 prosperity plan and performance dashboard.

26 (e) The regional prosperity council keeps a status report  
27 detailing the spending associated with previous regional prosperity



1 initiative grants. Organizations that have successfully received  
2 grant awards in previous fiscal years shall be required to make  
3 available to the department and on a publicly accessible Internet  
4 site information regarding the use of those grant dollars.

5 (5) Regional planning organizations eligible to receive a  
6 payment as a regional prosperity council under subsection (4) may  
7 qualify to receive a 1-time grant of not more than \$75,000.00 to  
8 produce a plan to transform the regional prosperity council into a  
9 regional prosperity board, including a singular private/public  
10 governance structure that comports with federal guidelines for  
11 governance under the workforce investment act, Public Law 105-220,  
12 the moving ahead for progress in the 21st century act, Public Law  
13 112-141, the economic development administration and Appalachian  
14 regional development reform act of 1998, Public Law 105-393, and  
15 recommendations to eliminate duplicative efforts, administrative  
16 functions, and leverage resources through cooperation,  
17 collaboration, and consolidations of organizations or programs  
18 throughout the region.

19 (6) Regional planning organizations may qualify to receive not  
20 more than \$500,000.00 of incentive-based funding as a regional  
21 prosperity board subject to meeting all of the following  
22 requirements:

23 (a) The regional prosperity board has created a phase three:  
24 regional prosperity plan, as follows:

25 (i) The regional prosperity board, at a minimum, must  
26 demonstrate the consolidation of regional metropolitan planning  
27 organization boards, state designated regional planning agency



1 boards, workforce development boards, and federally designated  
2 economic development districts within a region.

3 (ii) The regional prosperity board shall create a regional  
4 services recommendations report prioritizing the list of state-  
5 funded services and programs provided to the region, and  
6 recommendations for state-regional partnerships to support the  
7 adopted regional prosperity plan.

8 (iii) The plan is required to include a status report of the  
9 approved 10-year plan for the creation of an updated regional  
10 prosperity plan.

11 (iv) The regional prosperity board shall adopt the plan by a  
12 minimum 2/3 vote of its members.

13 (b) The regional prosperity board adheres to accountability  
14 and transparency measures required in the open meetings act.

15 (c) The regional prosperity board convenes monthly meetings,  
16 open to the public, to consider and discuss issues leading to a  
17 common vision of economic prosperity for the region, including, but  
18 not limited to, community development, economic development,  
19 talent, and infrastructure opportunities.

20 (d) The regional prosperity board makes available on the grant  
21 recipient's publicly accessible Internet site pertinent documents,  
22 including, but not limited to, monthly meeting agendas, minutes of  
23 monthly meetings, voting records, and the regional prosperity plan  
24 and performance dashboard.

25 (7) Regional planning organizations eligible to receive a  
26 payment as a regional prosperity board under subsection (6) may  
27 qualify to receive not more than \$125,000.00, to implement the



1 prioritized regional prosperity plan projects.

2 (8) Regional planning organizations eligible to receive a  
3 payment as a regional prosperity collaborative, board, or council  
4 may partner with other eligible regional planning organizations to  
5 submit joint applications. In the instance of a joint application,  
6 1 regional planning organization shall be utilized as the overall  
7 applicant. The department may award a joint application award of no  
8 greater than the sum of potential application dollars which would  
9 have otherwise been available through individual applications.

10 (9) The department shall develop an application process and  
11 method of grant distribution for the regional prosperity  
12 initiative. Funding applications from regional planning  
13 organizations shall be due to the department by December 1, 2015.  
14 The department shall notify regional planning organizations of  
15 grant application status by January 1, 2016. The department shall  
16 ensure that processes are established to verify that qualifying  
17 regional planning organizations meet the requirements under  
18 subsections (2), (3), (4), (5), (6), and (7), as applicable.

19 (10) Unexpended funds appropriated in part 1 for the regional  
20 prosperity initiative are designated as work project  
21 appropriations, and any unencumbered or unallotted funds shall not  
22 lapse at the end of the fiscal year and shall be available for  
23 expenditure for regional prosperity initiative projects under this  
24 section until the projects have been completed. The following is in  
25 compliance with section 451a of the management and budget act, 1984  
26 PA 431, MCL 18.1451a:

27 (a) The purpose of the projects is to provide incentive-based



1 grants to recipients under this section.

2 (b) The projects will be accomplished by grants to qualified  
3 regional planning organizations.

4 (c) The total estimated cost of all projects is \$2,500,000.00.

5 (d) The estimated completion date is September 30, 2020.

6 **INFORMATION TECHNOLOGY**

7 Sec. 823. (1) The department of technology, management, and  
8 budget may sell and accept paid advertising for placement on any  
9 state website under its jurisdiction. The department shall review  
10 and approve the content of each advertisement. The department may  
11 refuse to accept advertising from any person or organization or  
12 require modification to advertisements based upon criteria  
13 determined by the department. Revenue received under this  
14 subsection shall be used for operating costs of the department and  
15 for future technology enhancements to state of Michigan e-  
16 government initiatives. Funds received under this subsection shall  
17 be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall  
18 be deposited in the state general fund.

19 (2) The department of technology, management, and budget may  
20 accept gifts, donations, contributions, bequests, and grants of  
21 money from any public or private source to assist with the  
22 underwriting or sponsorship of state webpages or services offered  
23 on those webpages. A private or public funding source may receive  
24 recognition in the webpage. The department of technology,  
25 management, and budget may reject any gift, donation, contribution,  
26 bequest, or grant.



1 (3) Funds accepted by the department of technology,  
2 management, and budget under subsection (1) are appropriated and  
3 allotted when received and may be expended upon approval of the  
4 state budget director. The state budget office shall notify the  
5 senate and house of representatives standing committees on  
6 appropriations subcommittees on general government and the senate  
7 and house fiscal agencies within 10 days after the approval is  
8 given.

9 Sec. 824. The department of technology, management, and budget  
10 may enter into agreements to supply spatial information and  
11 technical services to other principal executive departments, state  
12 agencies, local units of government, and other organizations. The  
13 department of technology, management, and budget may receive and  
14 expend funds in addition to those authorized in part 1 for  
15 providing information and technical services, publications, maps,  
16 and other products. The department of technology, management, and  
17 budget may expend amounts received for salaries, supplies, and  
18 equipment necessary to provide informational products and technical  
19 services. Prior to December 1 of each year, the department shall  
20 provide a report to the senate and house of representatives  
21 standing committees on appropriations subcommittees on general  
22 government, detailing the sources of funding and expenditures made  
23 under this section.

24 Sec. 825. The legislature shall have access to all historical  
25 and current data contained within MAIN pertaining to state  
26 departments. State departments shall have access to all historical  
27 and current data contained within MAIN.



1           Sec. 826. When used in this part and part 1, "information  
2 technology services" means services involving all aspects of  
3 managing and processing information, including, but not limited to,  
4 all of the following:

5           (a) Application and mobile development and maintenance.

6           (b) Desktop computer support and management.

7           (c) Cyber security.

8           (d) Social media.

9           (e) Mainframe computer support and management.

10          (f) Server support and management.

11          (g) Local area network support and management, including, but  
12 not limited to, wired and wireless network build-out, support, and  
13 management.

14          (h) Information technology project management.

15          (i) Information technology planning and budget management.

16          (j) Telecommunication services, infrastructure, and support.

17          Sec. 827. (1) Funds appropriated in part 1 for the Michigan  
18 public safety communications system shall be expended upon approval  
19 of an expenditure plan by the state budget director.

20          (2) The department of technology, management, and budget shall  
21 assess all subscribers of the Michigan public safety communications  
22 system reasonable access and maintenance fees.

23          (3) All money received by the department of technology,  
24 management, and budget under this section shall be expended for the  
25 support and maintenance of the Michigan public safety  
26 communications system.

27          (4) The department of technology, management, and budget shall



1 provide a report to the senate and house of representatives  
2 standing committees on appropriations, the senate and house fiscal  
3 agencies, and the state budget director on April 15 and on October  
4 15, indicating the amount of revenue collected under this section  
5 and expended for support and maintenance of the Michigan public  
6 safety communications system for the immediately preceding 6-month  
7 period. Any deposits made under this section and unencumbered funds  
8 are restricted revenues and shall be carried forward into  
9 succeeding fiscal years.

10 Sec. 828. The department of technology, management, and budget  
11 shall submit a report for the immediately preceding fiscal year  
12 ending September 30 to the senate and house of representatives  
13 standing committees on appropriations subcommittees on general  
14 government and the senate and house fiscal agencies by March 1. The  
15 report shall include the following:

16 (a) The total amount of funding appropriated for information  
17 technology services and projects, by funding source, for all  
18 principal executive departments and agencies.

19 (b) A listing of the expenditures made from the amounts  
20 received by the department of technology, management, and budget as  
21 reported in subdivision (a).

22 Sec. 829. The department of technology, management, and budget  
23 shall provide a report that analyzes and makes recommendations on  
24 the life-cycle of information technology hardware and software. The  
25 report shall be submitted to the senate and house of  
26 representatives standing committees on appropriations subcommittees  
27 on general government and the senate and house fiscal agencies by



1 March 1.

2       Sec. 830. By December 31, the department shall provide a  
3 report that lists all information technology-related change orders  
4 and follow-on contracts, greater than \$50,000.00, whether they are  
5 bid, exercise options, or no-bid, and the amount of each change  
6 order or contract extension contract entered into by the department  
7 to the senate and house of representatives standing committees on  
8 appropriations subcommittees on general government, the senate and  
9 house fiscal agencies, and the state budget director.

10       Sec. 831. (1) The information, communications, and technology  
11 innovation fund, established pursuant to 2011 PA 63, 2012 PA 200,  
12 and 2013 PA 59, shall be administered by the department of  
13 technology, management, and budget for the purpose of providing a  
14 revolving, self-sustaining resource for financing information,  
15 communications, and technology innovation projects. From the funds  
16 appropriated to the information, communications, and technology  
17 innovation fund by 2011 PA 63, 2012 PA 200, and 2013 PA 59, or  
18 received by the information, communications, and technology  
19 innovation fund under subsections (2) and (3), the department of  
20 technology, management, and budget may issue loans to state  
21 agencies, local units of government, colleges and universities in  
22 this state, school districts, other public entities that provide  
23 public sector services, and nonprofit organizations that provide  
24 public sector services, as determined by the department of  
25 technology, management, and budget in support of information,  
26 communications, and technology innovation projects.

27       (2) In addition to funds appropriated by 2011 PA 63, 2012 PA



1 200, and 2013 PA 59, the information, communications, and  
2 technology innovation fund may accept contributions, gifts,  
3 bequests, devises, grants, and donations.

4 (3) In addition to the funds appropriated by 2011 PA 63, 2012  
5 PA 200, and 2013 PA 59, money received by the department of  
6 technology, management, and budget as repayment of information,  
7 communications, and technology innovation project loans, or other  
8 reimbursement or revenue received by the department of technology,  
9 management, and budget as a result of information, communications,  
10 and technology innovation project loans, interest earned on that  
11 money, or subsection (2) revenue, shall be deposited in the  
12 information, communications, and technology innovation fund and is  
13 appropriated for information, communications, and technology  
14 innovation fund projects described in subsection (1). At the close  
15 of the fiscal year, any unencumbered funds remaining in the  
16 information, communications, and technology innovation fund shall  
17 remain in the fund and be carried forward into the succeeding  
18 fiscal year.

19 (4) This section is not effective if legislation is enacted  
20 that creates and provides for the administration and use of the  
21 information, communications, and technology innovation fund.

22 Sec. 832. (1) The department of technology, management, and  
23 budget shall inform the senate and house appropriations  
24 subcommittees on general government and the senate and house fiscal  
25 agencies within 30 days of any potential or actual penalties  
26 assessed by the federal government for failure of the Michigan  
27 child support enforcement system to achieve certification by the



1 federal government.

2 (2) If potential penalties are assessed by the federal  
3 government, the department of technology, management, and budget  
4 shall submit a report to the senate and house appropriations  
5 subcommittees on general government and the senate and house fiscal  
6 agencies within 90 days specifying the department's plans to avoid  
7 actual penalties and ensure federal certification of the Michigan  
8 child support enforcement system.

9 Sec. 833. (1) The state budget director, upon notification to  
10 the senate and house of representatives standing committees on  
11 appropriations, may adjust spending authorization and user fees in  
12 the department of technology, management, and budget in order to  
13 ensure that the appropriations for information technology in the  
14 department budget equal the appropriations for information  
15 technology in the budgets for all executive branch agencies.

16 (2) If during the course of the fiscal year a transfer or  
17 supplemental to or from the information technology line item within  
18 an agency budget is made under section 393 of the management and  
19 budget act, 1984 PA 431, MCL 18.1393, there is appropriated an  
20 equal amount of user fees in the department of technology,  
21 management, and budget budget to accommodate an increase or  
22 decrease in spending authorization.

23 Sec. 834. (1) Revenue collected from licenses issued under the  
24 antenna site management project shall be deposited into the antenna  
25 site management revolving fund created for this purpose in the  
26 department of technology, management, and budget. The department  
27 may receive and expend money from the fund for costs associated



1 with the antenna site management project, including the cost of a  
2 third-party site manager. Any excess revenue remaining in the fund  
3 at the close of the fiscal year shall be proportionately  
4 transferred to the appropriate state restricted funds as designated  
5 in statute or by constitution.

6 (2) An antenna shall not be placed on any site pursuant to  
7 this section without complying with the respective local zoning  
8 codes and local unit of government processes.

9 Sec. 835. In addition to the funds appropriated in part 1, the  
10 funds collected by the department for supplying census-related  
11 information and technical services, publications, statistical  
12 studies, population projections and estimates, and other  
13 demographic products are appropriated for all expenses necessary to  
14 provide the required services. These funds are available for  
15 expenditure when they are received and may be carried forward into  
16 the next succeeding fiscal year.

17 **STATE BUILDING AUTHORITY RENT**

18 Sec. 842. (1) The state building authority rent appropriations  
19 in part 1 may also be expended for the payment of required premiums  
20 for insurance on facilities owned by the state building authority  
21 or payment of costs that may be incurred as the result of any  
22 deductible provisions in such insurance policies.

23 (2) If the amount appropriated in part 1 for state building  
24 authority rent is not sufficient to pay the rent obligations and  
25 insurance premiums and deductibles identified in subsection (1) for  
26 state building authority projects, there is appropriated from the



1 general fund of the state the amount necessary to pay such  
2 obligations.

3 **CIVIL SERVICE COMMISSION**

4       Sec. 850. (1) In accordance with section 5 of article XI of  
5 the state constitution of 1963, all restricted funds shall be  
6 assessed a sum not less than 1% of the total aggregate payroll paid  
7 from those funds for financing the civil service commission on the  
8 basis of actual 1% restricted sources total aggregate payroll of  
9 the classified service for the preceding fiscal year. This  
10 includes, but is not limited to, restricted funds appropriated in  
11 part 1 of any appropriations act. Unexpended 1% appropriated funds  
12 shall be returned to each 1% fund source at the end of the fiscal  
13 year.

14       (2) The appropriations in part 1 are estimates of actual  
15 charges based on payroll appropriations. With the approval of the  
16 state budget director, the commission is authorized to adjust  
17 financing sources for civil service charges based on actual payroll  
18 expenditures, provided that such adjustments do not increase the  
19 total appropriation for the civil service commission.

20       (3) The financing from restricted sources shall be credited to  
21 the civil service commission by the end of the second fiscal  
22 quarter.

23       Sec. 851. Except where specifically appropriated for this  
24 purpose, financing from restricted sources shall be credited to the  
25 civil service commission. For restricted sources of funding within  
26 the general fund that have the legislative authority for carryover,



1 if current spending authorization or revenues are insufficient to  
2 accept the charge, the shortage shall be taken from carryforward  
3 balances of that funding source. Restricted revenue sources that do  
4 not have carryforward authority shall be utilized to satisfy  
5 commission operating deducts first and civil service obligations  
6 second. General fund dollars are appropriated for any shortfall,  
7 pursuant to approval by the state budget director.

8       Sec. 852. The appropriation in part 1 to the civil service  
9 commission, for state-sponsored group insurance, flexible spending  
10 accounts, and COBRA, represents amounts, in part, included within  
11 the various appropriations throughout state government for the  
12 current fiscal year to fund the flexible spending account program  
13 included within the civil service commission. Deposits against  
14 state-sponsored group insurance, flexible spending accounts, and  
15 COBRA for the flexible spending account program shall be made from  
16 assessments levied during the current fiscal year in a manner  
17 prescribed by the civil service commission. Unspent employee  
18 contributions to the flexible spending accounts may be used to  
19 offset administrative costs for the flexible spending account  
20 program, with any remaining balance of unspent employee  
21 contributions to be lapsed to the general fund.

## 22 **CAPITAL OUTLAY**

23       Sec. 860. As used in sections 861 through 865:

24       (a) "Board" means the state administrative board.

25       (b) "Community college" does not include a state agency or  
26 university.



1 (c) "Department" means the department of technology,  
2 management, and budget.

3 (d) "Director" means the director of the department of  
4 technology, management, and budget.

5 (e) "Fiscal agencies" means the senate fiscal agency and the  
6 house fiscal agency.

7 (f) "State agency" means an agency of state government. State  
8 agency does not include a community college or university.

9 (g) "State building authority" means the authority created  
10 under 1964 PA 183, MCL 830.411 to 830.425.

11 (h) "University" means a 4-year university supported by the  
12 state. University does not include a community college or a state  
13 agency.

14 Sec. 861. Each capital outlay project authorized in this part  
15 and part 1 or any previous capital outlay act shall comply with the  
16 procedures required by the management and budget act, 1984 PA 431,  
17 MCL 18.1101 to 18.1594.

18 Sec. 862. (1) The department shall provide the JCOS, state  
19 budget director, and the senate and house fiscal agencies with  
20 reports as considered necessary relative to the status of each  
21 planning or construction project financed by the state building  
22 authority, by this part and part 1, or by previous acts.

23 (2) Before the end of each fiscal year, the department shall  
24 report to the JCOS, state budget director, and the senate and house  
25 fiscal agencies for each capital outlay project other than lump  
26 sums all of the following:

27 (a) The account number and name of each construction project.



1 (b) The balance remaining in each account.

2 (c) The date of the last expenditure from the account.

3 (d) The anticipated date of occupancy if the project is under  
4 construction.

5 (e) The appropriations history for the project.

6 (f) The professional service contractor.

7 (g) The amount of the project financed with federal funds.

8 (h) The amount of the project financed through the state  
9 building authority.

10 (i) The total authorized cost for the project and the state  
11 authorized share if different than the total.

12 (3) Before the end of each fiscal year, the department shall  
13 report the following for each project by a state agency,  
14 university, or community college that is authorized for planning  
15 but is not yet authorized for construction:

16 (a) The name of the project and account number.

17 (b) Whether a program statement is approved.

18 (c) Whether schematics are approved by the department.

19 (d) Whether preliminary plans are approved by the department.

20 (e) The name of the professional service contractor.

21 (4) As used in this section, "project" includes appropriation  
22 line items made for purchase of real estate.

23 Sec. 864. The appropriations in part 1 for capital outlay  
24 shall be carried forward at the end of the fiscal year consistent  
25 with the provisions of section 248 of the management and budget  
26 act, 1984 PA 431, MCL 18.1248.

27 Sec. 865. (1) A site preparation economic development fund is



1 created in the department. As used in this section, "economic  
2 development sites" means those state-owned sites declared as  
3 surplus property pursuant to section 251 of the management and  
4 budget act, 1984 PA 431, MCL 18.1251, that would provide economic  
5 benefit to the area or to the state. The MEDC board and the state  
6 budget director shall determine whether or not a specific state-  
7 owned site qualifies for inclusion in the fund created under this  
8 subsection.

9 (2) Proceeds from the sale of any sites designated in  
10 subsection (1) shall be deposited into the fund created in  
11 subsection (1) and shall be available for site preparation  
12 expenditures, unless otherwise provided by law. The economic  
13 development sites authorized in subsection (1) are authorized for  
14 sale consistent with state law. Expenditures from the fund are  
15 authorized for site preparation activities that enhance the  
16 marketable sale value of the sites. Site preparation activities  
17 include, but are not limited to, demolition, environmental studies  
18 and abatement, utility enhancement, and site excavation.

19 (3) A cash advance in an amount of not more than  
20 \$25,000,000.00 is authorized from the general fund to the site  
21 preparation economic development fund.

22 (4) An annual report shall be transmitted to the senate and  
23 house of representatives standing committees on appropriations not  
24 later than December 31 of each year. This report shall detail both  
25 of the following:

26 (a) The revenue and expenditure activity in the fund for the  
27 preceding fiscal year.



1 (b) The sites identified as economic development sites under  
2 subsection (1).

3 Sec. 866. For the state building authority financed  
4 construction authorization in part 1, the legislature hereby  
5 determines that the leasing of the facility from the authority is  
6 for a public purpose as authorized under 1964 PA 183, MCL 830.411  
7 to 830.425. The legislature approves and authorizes the lease and  
8 conveyance of property to the state building authority, the state  
9 building authority acquiring the facility and leasing it to the  
10 state and the educational institution, as applicable, and the  
11 governor and secretary of state executing the lease for and on  
12 behalf of the state pursuant to the requirements of 1964 PA 183,  
13 MCL 830.411 to 830.425. Per the requirements of the lease, the  
14 legislature also agrees to appropriate annually sufficient amounts  
15 to pay the rent as obligated pursuant to the lease.

16 Sec. 867. Proceeds from the sale of the Farnum Building shall  
17 be subsequently appropriated to the department in accordance with  
18 any legislation enacted that authorizes the sale of that property.  
19 If the net proceeds from the sale of the Farnum Building are less  
20 than the \$7,000,000.00 authorized for senate relocation costs in  
21 section 896 of article VIII of 2014 PA 252, an amount equal to the  
22 difference between the net sale proceeds and \$7,000,000.00 shall be  
23 appropriated by the legislature to the department.

#### 24 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

25 Sec. 873. (1) This section applies only to projects for  
26 community colleges.



1 (2) State support is directed towards the remodeling and  
2 additions, special maintenance, or construction of certain  
3 community college buildings. The community college shall obtain or  
4 provide for site acquisition and initial main utility installation  
5 to operate the facility. Funding shall be composed of local and  
6 state shares and not more than 50% of a capital outlay project, not  
7 including a lump-sum special maintenance project or remodeling and  
8 addition project, for a community college shall be appropriated  
9 from state and federal funds, unless otherwise appropriated by the  
10 legislature.

11 (3) An expenditure under this part and part 1 is authorized  
12 when the release of the appropriation is approved by the board upon  
13 the recommendation of the director. The director may recommend to  
14 the board the release of any appropriation in part 1 only after the  
15 director is assured that the legal entity operating the community  
16 college to which the appropriation is made has complied with this  
17 part and part 1 and has matched the amounts appropriated as  
18 required by this part and part 1. A release of funds in part 1  
19 shall not exceed 50% of the total cost of planning and construction  
20 of any project, not including lump-sum remodeling and additions and  
21 special maintenance, unless otherwise appropriated by the  
22 legislature. Further planning and construction of a project  
23 authorized by this part and part 1 or applicable sections of the  
24 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594,  
25 shall be in accordance with the purpose and scope as defined and  
26 delineated in the approved program statements and planning  
27 documents. This part and part 1 are applicable to all projects for



1 which planning appropriations were made in previous acts.

2 (4) The community college shall take the steps necessary to  
3 secure available federal construction and equipment money for  
4 projects funded for construction in this part and part 1 if an  
5 application was not previously made. If there is a reasonable  
6 expectation that a prior year unfunded application may receive  
7 federal money in a subsequent year, the college shall take whatever  
8 action necessary to keep the application active.

9 Sec. 874. If university and community college matching  
10 revenues are received in an amount less than the appropriations for  
11 capital projects contained in this part and part 1, the state funds  
12 shall be reduced in proportion to the amount of matching revenue  
13 received.

14 Sec. 875. (1) The director may require that community colleges  
15 and universities that have an authorized project listed in part 1  
16 submit documentation regarding the project match and governing  
17 board approval of the authorized project not more than 60 days  
18 after the beginning of the fiscal year.

19 (2) If the documentation required by the director under  
20 subsection (1) is not submitted, or does not adequately  
21 authenticate the availability of the project match or board  
22 approval of the authorized project, the authorization may  
23 terminate. The authorization terminates 30 days after the director  
24 notifies the JCOS of the intent to terminate the project unless the  
25 JCOS convenes to extend the authorization.

26 **ONE-TIME APPROPRIATIONS**



1           Sec. 891. The department of technology, management, and budget  
2 shall report quarterly to the senate and house appropriations  
3 subcommittees on general government and the senate and house fiscal  
4 agencies on legal services fund expenditures. The report shall  
5 itemize expenditures by case, purpose, and department involved.

6           **DEPARTMENT OF TREASURY**

7           **OPERATIONS**

8           Sec. 901. (1) In addition to the funds appropriated in part 1,  
9 there is appropriated an amount not to exceed \$1,000,000.00 for  
10 federal contingency funds. These funds are not available for  
11 expenditure until they have been transferred to another line item  
12 in part 1 under section 393(2) of the management and budget act,  
13 1984 PA 431, MCL 18.1393.

14           (2) In addition to the funds appropriated in part 1, there is  
15 appropriated an amount not to exceed \$10,000,000.00 for state  
16 restricted contingency funds. These funds are not available for  
17 expenditure until they have been transferred to another line item  
18 in part 1 under section 393(2) of the management and budget act,  
19 1984 PA 431, MCL 18.1393.

20           (3) In addition to the funds appropriated in part 1, there is  
21 appropriated an amount not to exceed \$200,000.00 for local  
22 contingency funds. These funds are not available for expenditure  
23 until they have been transferred to another line item in part 1  
24 under section 393(2) of the management and budget act, 1984 PA 431,  
25 MCL 18.1393.

26           (4) In addition to the funds appropriated in part 1, there is



1 appropriated an amount not to exceed \$40,000.00 for private  
2 contingency funds. These funds are not available for expenditure  
3 until they have been transferred to another line item in part 1  
4 under section 393(2) of the management and budget act, 1984 PA 431,  
5 MCL 18.1393.

6       Sec. 902. (1) Amounts needed to pay for interest, fees,  
7 principal, mandatory and optional redemptions, arbitrage rebates as  
8 required by federal law, and costs associated with the payment,  
9 registration, trustee services, credit enhancements, and issuing  
10 costs in excess of the amount appropriated to the department of  
11 treasury in part 1 for debt service on notes and bonds that are  
12 issued by the state under sections 14, 15, and 16 of article IX of  
13 the state constitution of 1963 as implemented by 1967 PA 266, MCL  
14 17.451 to 17.455, are appropriated.

15       (2) In addition to the amount appropriated to the department  
16 of treasury for debt service in part 1, there is appropriated an  
17 amount for fiscal year cash-flow borrowing costs to pay for  
18 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to  
19 12.53.

20       (3) In addition to the amount appropriated to the department  
21 of treasury for debt service in part 1, there is appropriated all  
22 repayments received by the state on loans made from the school bond  
23 loan fund not required to be deposited in the school loan revolving  
24 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to  
25 the extent determined by the state treasurer, for the payment of  
26 debt service, including, without limitation, optional and mandatory  
27 redemptions, on bonds, notes or commercial paper issued by the



1 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

2       Sec. 902a. The department of treasury shall notify the senate  
3 and house of representatives standing committees on appropriations,  
4 the senate and house fiscal agencies, and the state budget office  
5 not more than 30 days after a refunding or restructuring bond issue  
6 is sold. The notification shall compare the annual debt service  
7 prior to the refinancing or restructuring, the annual debt service  
8 after the refinancing or restructuring, the change in the principal  
9 and interest over the duration of the debt, and the projected  
10 change in the present value of the debt service due to the  
11 refinancing and restructuring.

12       Sec. 903. (1) From the funds appropriated in part 1, the  
13 department of treasury may contract with private collection  
14 agencies and law firms to collect taxes and other accounts due this  
15 state. In addition to the amounts appropriated in part 1 to the  
16 department of treasury, there are appropriated amounts necessary to  
17 fund collection costs and fees not to exceed 25% of the collections  
18 or 2.5% plus operating costs, whichever amount is prescribed by  
19 each contract. The appropriation to fund collection costs and fees  
20 for the collection of taxes or other accounts due this state are  
21 from the fund or account to which the revenues being collected are  
22 recorded or dedicated. However, if the taxes collected are  
23 constitutionally dedicated for a specific purpose, the  
24 appropriation of collection costs and fees are from the general  
25 purpose account of the general fund.

26       (2) From the funds appropriated in part 1, the department of  
27 treasury may contract with private collections agencies and law



1 firms to collect defaulted student loans and other accounts due the  
2 Michigan guaranty agency. In addition to the amounts appropriated  
3 in part 1 to the department of treasury, there are appropriated  
4 amounts necessary to fund collection costs and fees not to exceed  
5 24.34% of the collection or a lesser amount as prescribed by the  
6 contract. The appropriation to fund collection costs and fees for  
7 the auditing and collection of defaulted student loans due the  
8 Michigan guaranty agency is from the fund or account to which the  
9 revenues being collected are recorded or dedicated.

10 (3) The department of treasury shall submit a report for the  
11 immediately preceding fiscal year ending September 30 to the state  
12 budget director and the senate and house of representatives  
13 standing committees on appropriations not later than November 30  
14 stating the agencies or law firms employed, the amount of  
15 collections for each, the costs of collection, and other pertinent  
16 information relating to determining whether this authority should  
17 be continued.

18 Sec. 904. (1) The department of treasury, through its bureau  
19 of investments, may charge an investment service fee against the  
20 applicable retirement funds. The fees may be expended for necessary  
21 salaries, wages, contractual services, supplies, materials,  
22 equipment, travel, worker's compensation insurance premiums, and  
23 grants to the civil service commission and state employees'  
24 retirement funds. Service fees shall not exceed the aggregate  
25 amount appropriated in part 1. The department of treasury shall  
26 maintain accounting records in sufficient detail to enable the  
27 retirement funds to be reimbursed periodically for fee revenue that



1 is determined by the department of treasury to be surplus.

2 (2) In addition to the funds appropriated in part 1 from the  
3 retirement funds to the department of treasury, there is  
4 appropriated from retirement funds an amount sufficient to pay for  
5 the services of money managers, investment advisors, investment  
6 consultants, custodians, and other outside professionals, the state  
7 treasurer considers necessary to prudently manage the retirement  
8 funds' investment portfolios. The state treasurer shall report  
9 annually to the senate and house of representatives standing  
10 committees on appropriations and the state budget office concerning  
11 the performance of each portfolio by investment advisor.

12 Sec. 904a. (1) There is appropriated an amount sufficient to  
13 recognize and pay expenditures for financial services provided by  
14 financial institutions as provided under section 1 of 1861 PA 111,  
15 MCL 21.181.

16 (2) The appropriations under subsection (1) shall be funded by  
17 restricting revenues from common cash interest earnings and  
18 investment earnings in an amount sufficient to record these  
19 expenditures.

20 Sec. 905. A revolving fund known as the municipal finance fee  
21 fund is created in the department of treasury. Fees are established  
22 under the revised municipal finance act, 2001 PA 34, MCL 141.2101  
23 to 141.2821, and the fees collected shall be credited to the  
24 municipal finance fee fund and may be carried forward for future  
25 appropriation.

26 Sec. 906. (1) The department of treasury shall charge for  
27 audits as permitted by state or federal law or under contractual



1 arrangements with local units of government, other principal  
2 executive departments, or state agencies. A report detailing audits  
3 performed and audit charges for the immediately preceding fiscal  
4 year shall be submitted to the state budget director and the senate  
5 and house fiscal agencies not later than November 30.

6 (2) A revolving fund known as the audit charges fund is  
7 created in the department of treasury. The contractual charges  
8 collected shall be credited to the audit charges fund and may be  
9 carried forward for future appropriation.

10 Sec. 907. A revolving fund known as the assessor certification  
11 and training fund is created in the department of treasury. The  
12 assessor certification and training fund shall be used to organize  
13 and operate a property assessor certification and training program.  
14 Each participant certified and trained shall pay to the department  
15 of treasury examination fees not to exceed \$50.00 per examination  
16 and certification fees not to exceed \$175.00. Training courses  
17 shall be offered in assessment administration. Each participant  
18 shall pay a fee to cover the expenses incurred in offering the  
19 optional programs to certified assessing personnel and other  
20 individuals interested in an assessment career opportunity. The  
21 fees collected shall be credited to the assessor certification and  
22 training fund.

23 Sec. 908. The amount appropriated in part 1 to the department  
24 of treasury, home heating assistance program, is to cover the  
25 costs, including data processing, of administering federal home  
26 heating credits to eligible claimants and to administer the  
27 supplemental fuel cost payment program for eligible tax credit and



1 welfare recipients.

2       Sec. 909. Revenue from the airport parking tax act, 1987 PA  
3 248, MCL 207.371 to 207.383, is appropriated and shall be  
4 distributed under section 7a of the airport parking tax act, 1987  
5 PA 248, MCL 207.377a.

6       Sec. 910. The disbursement by the department of treasury from  
7 the bottle deposit fund to dealers as required by section 3c(2) of  
8 1976 IL 1, MCL 445.573c, is appropriated.

9       Sec. 911. (1) There is appropriated an amount sufficient to  
10 recognize and pay refundable income tax credits as provided by the  
11 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

12       (2) The appropriations under subsection (1) shall be funded by  
13 restricting income tax revenue in an amount sufficient to record  
14 these expenditures.

15       Sec. 912. A plaintiff in a garnishment action involving this  
16 state shall pay to the state treasurer 1 of the following:

17       (a) A fee of \$6.00 at the time a writ of garnishment of  
18 periodic payments is served upon the state treasurer, as provided  
19 in section 4012 of the revised judicature act of 1961, 1961 PA 236,  
20 MCL 600.4012.

21       (b) A fee of \$6.00 at the time any other writ of garnishment  
22 is served upon the state treasurer, except that the fee shall be  
23 reduced to \$5.00 for each writ of garnishment for individual income  
24 tax refunds or credits filed by magnetic media.

25       Sec. 913. (1) The department of treasury may contract with  
26 private firms to appraise and, if necessary, appeal the assessments  
27 of senior citizen cooperative housing units. Payment for this



1 service shall be from savings resulting from the appraisal or  
2 appeal process.

3 (2) Of the funds appropriated in part 1 to the department of  
4 treasury for the senior citizens' cooperative housing tax exemption  
5 program, a portion may be utilized for a program audit of the  
6 program. The department of treasury shall forward copies of any  
7 audit report completed to the senate and house of representatives  
8 standing committees on appropriations subcommittees on general  
9 government and to the state budget office. The department of  
10 treasury may utilize up to 1% of the funds for program  
11 administration and auditing.

12 Sec. 914. The department of treasury may provide a \$200.00  
13 annual prize from the Ehlers internship award account in the gifts,  
14 bequests, and deposit fund to the runner-up of the Rosenthal prize  
15 for interns. The Ehlers internship award account is interest  
16 bearing.

17 Sec. 915. Pursuant to section 61 of the Michigan campaign  
18 finance act, 1976 PA 388, MCL 169.261, there is appropriated from  
19 the general fund to the state campaign fund an amount equal to the  
20 amounts designated for tax year 2014. Except as otherwise provided  
21 in this section, the amount appropriated shall not revert to the  
22 general fund and shall remain in the state campaign fund. Any  
23 amounts remaining in the state campaign fund in excess of  
24 \$10,000,000.00 on December 31 shall revert to the general fund.

25 Sec. 916. The department of treasury may make available to  
26 interested entities otherwise unavailable customized unclaimed  
27 property listings of nonconfidential information in its possession.



1 The charge for this information is as follows: 1 to 100,000 records  
2 at 2.5 cents per record and 100,001 or more records at .5 cents per  
3 record. The revenue received from this service shall be deposited  
4 to the appropriate revenue account or fund. The department shall  
5 submit an annual report on or before June 1 to the state budget  
6 director and the senate and house of representatives standing  
7 committees on appropriations that states the amount of revenue  
8 received from the sale of information.

9       Sec. 917. (1) There is appropriated for write-offs and  
10 advances an amount equal to total write-offs and advances for  
11 departmental programs, but not to exceed current year  
12 authorizations that would otherwise lapse to the general fund.

13       (2) The department of treasury shall submit a report for the  
14 immediately preceding fiscal year to the state budget director and  
15 the senate and house fiscal agencies not later than November 30  
16 stating the amounts appropriated for write-offs and advances under  
17 subsection (1).

18       Sec. 918. In addition to funds appropriated in part 1, the  
19 department of treasury may receive and expend funds for conducting  
20 tax orientation workshops and seminars. Funds received may not  
21 exceed costs incurred in conducting the workshops and seminars.

22       Sec. 919. (1) From funds appropriated in part 1, the  
23 department of treasury may contract with private auditing firms to  
24 audit for and collect unclaimed property due this state in  
25 accordance with the uniform unclaimed property act, 1995 PA 29, MCL  
26 567.221 to 567.265. In addition to the amounts appropriated in part  
27 1 to the department of treasury, there are appropriated amounts



1 necessary to fund auditing and collection costs and fees not to  
2 exceed 12% of the collections, or a lesser amount as prescribed by  
3 the contract. The appropriation to fund collection costs and fees  
4 for the auditing and collection of unclaimed property due this  
5 state is from the fund or account to which the revenues being  
6 collected are recorded or dedicated.

7 (2) The department of treasury shall submit a report for the  
8 immediately preceding fiscal year ending September 30 to the state  
9 budget director and the senate and house of representatives  
10 standing committees on appropriations not later than November 30  
11 stating the auditing firms employed, the amount of collections for  
12 each, the costs of collection, and other pertinent information  
13 relating to determining whether this authority should be continued.

14 (3) It is the intent of the legislature that contingency fee  
15 unclaimed property audits be eliminated for Michigan-based  
16 businesses.

17 Sec. 924. (1) In addition to the funds appropriated in part 1,  
18 the department of treasury may receive and expend principal  
19 residence audit fund revenue for administration of principal  
20 residence audits under the general property tax act, 1893 PA 206,  
21 MCL 211.1 to 211.155.

22 (2) The department of treasury shall submit a report for the  
23 immediately preceding fiscal year to the state budget director and  
24 the senate and house fiscal agencies not later than December 31  
25 stating the amount of exemptions denied and the revenue received  
26 under the program.

27 Sec. 926. Unexpended appropriations of the John R. Justice



1 grant program are designated as work project appropriations and  
2 shall not lapse at the end of the fiscal year and shall continue to  
3 be available for expenditure until the project has been completed.  
4 The following is in compliance with section 451a of the management  
5 and budget act, 1984 PA 431, MCL 18.1451a:

6 (a) The purpose of the project is to provide student loan  
7 forgiveness to qualified public defenders and prosecutors.

8 (b) The project will be accomplished by utilizing state  
9 employees or contracts with private vendors, or both.

10 (c) The total estimated cost of the project is \$287,700.00.

11 (d) The tentative completion date is September 30, 2017.

12 Sec. 927. The department of treasury shall submit annual  
13 progress reports to the senate and house of representatives  
14 standing committees on appropriations subcommittees on general  
15 government and the senate and house fiscal agencies, regarding  
16 personal property tax audits. The report shall include the number  
17 of audits, revenue generated, and number of complaints received by  
18 the department related to the audits.

19 Sec. 928. The department of treasury may provide receipt,  
20 warrant and cash processing, data, collection, investment, fiscal  
21 agent, levy and warrant cost assessment, writ of garnishment, and  
22 other user services on a contractual basis for other principal  
23 executive departments and state agencies. Funds for the services  
24 provided are appropriated and shall be expended for salaries and  
25 wages, fees, supplies, and equipment necessary to provide the  
26 services. Any unobligated balance of the funds received shall  
27 revert to the general fund of this state as of September 30.



1           Sec. 930. (1) The department of treasury shall provide  
2 accounts receivable collections services to other principal  
3 executive departments and state agencies under 1927 PA 375, MCL  
4 14.131 to 14.134. The department of treasury shall deduct a fee  
5 equal to the cost of collections from all receipts except  
6 unrestricted general fund collections. Fees shall be credited to a  
7 restricted revenue account and appropriated to the department of  
8 treasury to pay for the cost of collections. The department of  
9 treasury shall maintain accounting records in sufficient detail to  
10 enable the respective accounts to be reimbursed periodically for  
11 fees deducted that are determined by the department of treasury to  
12 be surplus to the actual cost of collections.

13           (2) The department of treasury shall submit a report for the  
14 immediately preceding fiscal year to the state budget director and  
15 the senate and house fiscal agencies not later than November 30  
16 stating the principal executive departments and state agencies  
17 served, funds collected, and costs of collection under subsection  
18 (1).

19           Sec. 931. (1) The appropriation in part 1 to the department of  
20 treasury for treasury fees shall be assessed against all restricted  
21 funds that receive common cash earnings or other investment income.  
22 Treasury fees include all costs, including administrative overhead,  
23 relating to the investment of each restricted fund. The fee  
24 assessed against each restricted fund will be based on the size of  
25 the restricted fund (the absolute value of the average daily cash  
26 balance plus the market value of investments in the prior fiscal  
27 year) and the level of effort necessary to maintain the restricted



1 fund as required by each department. The department of treasury  
2 shall provide a report to the state budget director, the senate and  
3 house of representatives standing committees on appropriations  
4 subcommittees on general government, and the senate and house  
5 fiscal agencies by November 30 of each year identifying the fees  
6 assessed against each restricted fund and the methodology used for  
7 assessment.

8 (2) In addition to the funds appropriated in part 1, the  
9 department of treasury may receive and expend investment fees  
10 relating to new restricted funding sources that participate in  
11 common cash earnings or other investment income during the current  
12 fiscal year. When a new restricted fund is created starting on or  
13 after October 1, that restricted fund shall be assessed a fee using  
14 the same criteria identified in subsection (1).

15 Sec. 932. Revenue received under the Michigan education trust  
16 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the  
17 board of directors of the Michigan education trust for necessary  
18 salaries, wages, supplies, contractual services, equipment,  
19 worker's compensation insurance premiums, and grants to the civil  
20 service commission and state employees' retirement fund.

21 Sec. 934. (1) The department of treasury may expend revenues  
22 received under the hospital finance authority act, 1969 PA 38, MCL  
23 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL  
24 141.1051 to 141.1076, the higher education facilities authority  
25 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public  
26 educational facilities authority, Executive Reorganization Order  
27 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance



1 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank  
2 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of  
3 the natural resources and environmental protection act, 1994 PA  
4 451, MCL 324.50501 to 324.50522, the state housing development  
5 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and  
6 the Michigan finance authority, Executive Reorganization Order No.  
7 2010-2, MCL 12.194, for necessary salaries, wages, supplies,  
8 contractual services, equipment, worker's compensation insurance  
9 premiums, grants to the civil service commission and state  
10 employees' retirement fund, and other expenses as allowed under  
11 those acts.

12 (2) The department of treasury shall report by January 31 to  
13 the senate and house appropriations subcommittees, the senate and  
14 house fiscal agencies, and the state budget director on the amount  
15 and purpose of expenditures made under subsection (1) from funds  
16 received in addition to those appropriated in part 1. The report  
17 shall also include a listing of reimbursement of revenue, if any.  
18 The report shall cover the 2014-2015 fiscal year.

19 Sec. 935. The funds appropriated in part 1 for dual enrollment  
20 payments for an eligible student enrolled in a state-approved  
21 nonpublic school shall be distributed as provided under the  
22 postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to  
23 388.524, and the career and technical preparation act, 2000 PA 258,  
24 MCL 388.1901 to 388.1913, in a form and manner as determined by the  
25 department of treasury.

26 Sec. 944. If the department hires a pension plan consultant  
27 using any of the funds appropriated in part 1, the department shall



1 annually forward any report provided to the department by that  
2 consultant to the senate and house of representatives standing  
3 committees on appropriations subcommittees on general government,  
4 the senate and house fiscal agencies, and the state budget  
5 director.

6 Sec. 945. The assessment and certification division of the  
7 department of treasury shall conduct a review of local unit  
8 assessment administration practices, procedures, and records, also  
9 known as the audit of minimal assessing requirements, in at least 1  
10 assessment jurisdiction per county.

11 Sec. 946. Revenue collected in the convention facility  
12 development fund is appropriated and shall be distributed under  
13 sections 8 and 9 of the state convention facility development act,  
14 1985 PA 106, MCL 207.628 and 207.629.

15 Sec. 947. Financial independence teams shall cooperate with  
16 the office of fiscal responsibility to coordinate and streamline  
17 efforts in identifying and addressing fiscal emergencies in school  
18 districts and intermediate school districts.

19 Sec. 948. (1) From the funds appropriated in part 1, the  
20 department of treasury may contract with private agencies to  
21 prevent the disbursement of fraudulent tax refunds. In addition to  
22 the amounts appropriated in part 1 to the department of treasury,  
23 there is appropriated amounts necessary to pay contract costs or  
24 fund operations designed to reduce fraudulent income tax refund  
25 payments not to exceed \$1,600,000.00 of the refunds identified as  
26 potentially fraudulent and for which payment of the refund is  
27 denied. The appropriation to fund fraud prevention efforts are from



1 the fund or account to which the revenues being collected are  
2 recorded or dedicated.

3 (2) The department of treasury shall submit a report for the  
4 immediately preceding fiscal year ending September 30 to the state  
5 budget director and the senate and house of representatives  
6 standing committees on appropriations not later than November 30  
7 stating the number of refund claims denied due to the fraud  
8 prevention operations, the amount of refunds denied, the costs of  
9 the fraud prevention operations, and other pertinent information  
10 relating to determining whether this authority should be continued.

11 Sec. 949. Total authorized appropriations from all sources  
12 under part 1 for legacy costs for the fiscal year ending September  
13 30, 2016 are \$46,551,300.00. From this amount, total agency  
14 appropriations for pension-related legacy costs are estimated at  
15 \$26,422,100.00. Total agency appropriations for retiree health care  
16 legacy costs are estimated at \$20,129,200.00.

17 Sec. 949a. (1) From the increased funds appropriated in part 1  
18 for personal property tax payments, the department shall establish  
19 personal property tax payments in the current fiscal year. The  
20 purpose of these increased funds is to continue payment to  
21 municipalities for lost debt and tax increment financing personal  
22 property taxes as required by the local community stabilization  
23 authority act, 2014 PA 86, MCL 123.1341 to 123.1362.

24 (2) The department shall identify specific outcomes and  
25 performance measures for this initiative, including, but not  
26 limited to, the treasury's ability to establish the technical and  
27 administrative support needed to ensure the payment information



1 provided to local community stabilization authorities is accurate  
2 and timely.

3       Sec. 949b. (1) From the increased funds appropriated in part 1  
4 for the city income tax administration program, the department  
5 shall establish the city income tax administration program in the  
6 current year. The purpose of this new program is to minimize  
7 revenue loss through improved accuracy of e-filed returns.

8       (2) The department shall identify specific outcomes and  
9 performance measures for this initiative, including, but not  
10 limited to, the treasury's ability to track and reduce fraudulent  
11 returns by expanding compliance and enforcement services. This will  
12 benefit Michigan's cities by allowing the taxpayer to e-file the  
13 city return as part of the state return.

14       Sec. 949c. (1) From the increased funds appropriated in part 1  
15 for treasury operations information technology services and  
16 projects, the department shall increase treasury operations  
17 information technology services and projects in the current fiscal  
18 year. The purpose of this increase is to establish a treasury  
19 online business portal to allow businesses online access to do  
20 electronic business tax registration, tax returns, and tax  
21 payments.

22       (2) The department shall identify specific outcomes and  
23 performance measures for this initiative, including, but not  
24 limited to, the number of businesses taking advantage of the  
25 opportunity for electronic business tax registration,  
26 authentication of taxpayers, and tax filing.

27       Sec. 949d. (1) From the increased funds appropriated in part 1



1 for financial review commission, the department shall expand  
2 financial review commission efforts in the current fiscal year. The  
3 purpose of this expansion is to provide ongoing costs associated  
4 with the operation of the commission.

5 (2) The department shall identify specific outcomes and  
6 performance measures for this initiative, including, but not  
7 limited to, the department's ability to perform critical fiscal  
8 review to ensure the city of Detroit does not reenter distress  
9 following its exit from bankruptcy.

10 Sec. 949e. From the increased funds appropriated in part 1 for  
11 the state essential services assessment program, the department  
12 shall establish the state essential services assessment program in  
13 the current year. The purpose of the new program will provide  
14 treasury the ability to collect the new state essential services  
15 assessment which is a phased-in replacement of locally collected  
16 personal property taxes on eligible manufacturing personal  
17 property.

18 Sec. 949f. Revenue from the tobacco products tax act, 1993 PA  
19 327, MCL 205.421 to 205.436, related to counties with a 2000  
20 population of more than 2,000,000 is appropriated and shall be  
21 distributed under section 12(4)(d) of the tobacco products tax act,  
22 1993 PA 327, MCL 205.432.

### 23 **REVENUE SHARING**

24 Sec. 950. The funds appropriated in part 1 for constitutional  
25 revenue sharing shall be distributed by the department to cities,  
26 villages, and townships, as required under section 10 of article IX  
27 of the state constitution of 1963. Revenue collected in accordance



1 with section 10 of article IX of the state constitution of 1963 in  
2 excess of the amount appropriated in part 1 for constitutional  
3 revenue sharing is appropriated for distribution to cities,  
4 villages, and townships, on a population basis as required under  
5 section 10 of article IX of the state constitution of 1963.

6       Sec. 952. (1) The funds appropriated in part 1 for city,  
7 village, and township revenue sharing are for grants to cities,  
8 villages, and townships such that, subject to fulfilling the  
9 requirements under subsection (3), each city, village, or township  
10 with a population below 600,000 as of the 2010 federal decennial  
11 census is eligible to receive 100% of its eligible payment under  
12 section 952 of article VIII of 2014 PA 252. A city, village, or  
13 township with a population greater than 600,000 as of the 2010  
14 federal decennial census is eligible to receive 95.870812% of its  
15 eligible payment under section 952 of article VIII of 2014 PA 252.  
16 For purposes of this subsection, any city, village, or township  
17 that completely merges with another city, village, or township will  
18 be treated as a single entity, such that when determining the  
19 payment received under section 952 of article VIII of 2014 PA 252  
20 for the combined single entity, the amount each of the merging  
21 local units received under section 952 of article VIII of 2014 PA  
22 252 is summed. For purposes of this subsection, population is  
23 determined in the same manner as under section 3 of the Glenn Steil  
24 state revenue sharing act of 1971, 1971 PA 140, MCL 141.903. In  
25 addition, any city or village that according to the 2010 federal  
26 decennial census is determined to have population in more than 1  
27 county shall be treated as a single entity when determining the



1 payment received under section 952 of article VIII of 2014 PA 252.

2 (2) The funds appropriated in part 1 for the county incentive  
3 program are to be used for grants to counties such that each county  
4 is eligible to receive an amount equal to the amount by which the  
5 balance in its revenue sharing reserve fund under section 44a of  
6 the general property tax act, 1893 PA 206, MCL 211.44a, for the  
7 county's most recent fiscal year that ends prior to the January 1  
8 of the state's fiscal year is less than the amount calculated under  
9 section 44a(14) of the general property tax act, 1893 PA 206, MCL  
10 211.44a, for the county fiscal year that begins in the state's  
11 fiscal year. The amount calculated under this subsection shall be  
12 adjusted as necessary to reflect partial county fiscal years and  
13 prorated based on the total amount appropriated for distribution to  
14 all eligible counties. Except as otherwise provided under this  
15 subsection, payments under this subsection will be distributed to  
16 an eligible county subject to the county's fulfilling the  
17 requirements under subsection (3).

18 (3) For purposes of accountability and transparency, each  
19 eligible city, village, township, or county shall certify by  
20 December 1, or the first day of a payment month, that it has  
21 produced a citizen's guide of its most recent local finances,  
22 including a recognition of its unfunded liabilities; a performance  
23 dashboard; a debt service report containing a detailed listing of  
24 its debt service requirements, including, at a minimum, the  
25 issuance date, issuance amount, type of debt instrument, a listing  
26 of all revenues pledged to finance debt service by debt instrument,  
27 and a listing of the annual payment amounts until maturity; and a



1 projected budget report, including, at a minimum, the current  
2 fiscal year and a projection for the immediately following fiscal  
3 year. The projected budget report shall include revenues and  
4 expenditures and an explanation of the assumptions used for the  
5 projections. Each eligible city, village, township, or county shall  
6 include in any mailing of general information to its citizens the  
7 Internet website address location for its citizen's guide,  
8 performance dashboard, debt service report, and projected budget  
9 report or the physical location where these documents are available  
10 for public viewing in the city, village, township, or county  
11 clerk's office. Each city, village, township, and county applying  
12 for a payment under this subsection shall submit a copy of the  
13 citizen's guide, a copy of the performance dashboard, a copy of the  
14 debt service report, and a copy of the projected budget report to  
15 the department of treasury. The department of treasury shall  
16 develop detailed guidance for a city, village, township, or county  
17 to follow to meet the requirements of this subsection. The detailed  
18 guidance shall be posted on the department of treasury website and  
19 distributed to cities, villages, townships, and counties by October  
20 1.

21 (4) City, village, and township revenue sharing payments and  
22 county incentive program payments are subject to the following  
23 conditions:

24 (a) The city, village, township, or county shall certify to  
25 the department that it has met the required criteria for subsection  
26 (3) and submitted the required citizen's guide, performance  
27 dashboard, debt service report, and projected budget report as



1 required by subsection (3). A department of treasury review of the  
2 citizen's guide, dashboard, or reports is not required in order for  
3 a city, village, township, or county to receive a payment under  
4 subsection (1) or (2). The department shall develop a certification  
5 process and method for cities, villages, townships, and counties to  
6 follow.

7 (b) Subject to subdivisions (c), (d), and (e), if a city,  
8 village, township, or county meets the requirements of subsection  
9 (3), the city, village, township, or county shall receive its full  
10 potential payment under this section.

11 (c) Cities, villages, and townships eligible to receive a  
12 payment under subsection (1) shall receive 1/6 of their eligible  
13 payment on the last business day of October, December, February,  
14 April, June, and August. Payments under subsection (1) shall be  
15 issued to cities, villages, and townships until the specified due  
16 date for subsection (3). After the specified due date for  
17 subsection (3), payments shall be made to a city, village, or  
18 township only if that city, village, or township has complied with  
19 subdivision (a).

20 (d) Payments under subsection (2) shall be issued to counties  
21 until the specified due date for subsection (3). After the  
22 specified due date for subsection (3), payments shall be made to a  
23 county only if that county has complied with subdivision (a).

24 (e) If a city, village, township, or county does not provide  
25 the required certification or fails to submit the required  
26 citizen's guide, performance dashboard, debt service report, and  
27 projected budget report by the first day of a payment month, the



1 city, village, township, or county shall forfeit the payment in  
2 that payment month.

3 (f) Any city, village, township, or county that falsifies  
4 certification documents shall forfeit any future city, village, and  
5 township revenue sharing payments or county incentive program  
6 payments and shall repay to this state all payments it has received  
7 under this section.

8 (g) City, village, and township revenue sharing payments and  
9 county incentive program payments under this section shall be  
10 distributed on the last business day of October, December,  
11 February, April, June, and August.

12 (h) Payments distributed under this section may be withheld  
13 pursuant to sections 17a and 21 of the Glenn Steil state revenue  
14 sharing act of 1971, 1971 PA 140, MCL 141.917a and 141.921.

15 (i) Payments distributed under this section to counties may be  
16 withheld in the amount of arrears due from the county if a county  
17 is more than 3 months delinquent in maintaining county child care  
18 fund or state ward board and care chargeback obligations pursuant  
19 to section 5 of the youth rehabilitation services act of 1974, 1974  
20 PA 150, MCL 803.305, section 117a of the social welfare act of  
21 1939, 1939 PA 280, MCL 400.117a, or section 117c of the social  
22 welfare act of 1939, 1939 PA 280, MCL 400.117c. A county shall be  
23 deemed delinquent upon notification from the state.

24 (5) The unexpended funds appropriated in part 1 for city,  
25 village, and township revenue sharing and the county incentive  
26 program shall be available for expenditure under the program for  
27 financially distressed cities, villages, or townships after the



1 approval of transfers by the legislature pursuant to section 393(2)  
2 of the management and budget act, 1984 PA 431, MCL 18.1393.

3 Sec. 955. (1) The funds appropriated in part 1 for county  
4 revenue sharing shall be distributed by the department to eligible  
5 counties pursuant to the Glenn Steil state revenue sharing act of  
6 1971, 1971 PA 140, MCL 141.901 to 141.921.

7 (2) The department of treasury shall annually certify to the  
8 state budget director the amount each county is authorized to  
9 expend from its revenue sharing reserve fund.

10 Sec. 956. (1) The funds appropriated in part 1 for financially  
11 distressed cities, villages, and townships shall be granted by the  
12 department of treasury to cities, villages, and townships that have  
13 1 or more conditions that indicate probable financial distress, as  
14 determined by the department of treasury. A city, village, or  
15 township with 1 or more conditions that indicate probable financial  
16 distress may apply in a manner determined by the department of  
17 treasury for a grant to pay for specific projects or services that  
18 move the city, village, or township toward financial stability.  
19 Grants are to be used for specific projects or services that move  
20 the city, village, or township toward financial stability. The  
21 city, village, or township may use, but is not limited to using,  
22 the grants under this section to make payments to reduce unfunded  
23 accrued liability; to repair or replace critical infrastructure and  
24 equipment owned or maintained by the city, village, or township; to  
25 reduce debt obligations; or for costs associated with a transition  
26 to shared services with another jurisdiction. The department of  
27 treasury shall award no more than \$2,000,000.00 to any city,



1 village, or township under this section.

2 (2) The department of treasury shall provide a report to the  
3 senate and house of representatives appropriations subcommittees on  
4 general government, the senate and house fiscal agencies, and the  
5 state budget office by September 30. The report shall include a  
6 list by grant recipient of the date each grant was approved, the  
7 amount of the grant, and a description of the project or projects  
8 that will be paid by the grant.

9 (3) The unexpended funds appropriated in part 1 for  
10 financially distressed cities, villages, and townships are  
11 designated as a work project appropriation, and any unencumbered or  
12 unallotted funds shall not lapse at the end of the fiscal year and  
13 shall be available for expenditure for projects under this section  
14 until the projects have been completed. The following is in  
15 compliance with section 451a of the management and budget act, 1984  
16 PA 431, MCL 18.1451a:

17 (a) The purpose of the project is to provide assistance to  
18 financially distressed cities, villages, and townships under this  
19 section.

20 (b) The projects will be accomplished by grants to cities,  
21 villages, and townships approved by the department of treasury.

22 (c) The total estimated cost of all projects is \$5,000,000.00.

23 (d) The tentative completion date is September 30, 2020.

24 **LOTTERY**

25 Sec. 960. In addition to the funds appropriated in part 1 to  
26 the bureau of state lottery, there is appropriated from state  
27 lottery fund revenues the amount necessary for, and directly



1 related to, implementing and operating lottery games under the  
2 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL  
3 432.1 to 432.47, and activities under the Traxler-McCauley-Law-  
4 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including  
5 expenditures for contractually mandated payments for vendor  
6 commissions, contractually mandated payments for instant tickets  
7 intended for resale, the contractual costs of providing and  
8 maintaining the online system communications network, and incentive  
9 and bonus payments to lottery retailers.

10 Sec. 963. The bureau of state lottery shall inform all lottery  
11 retailers that the cash side of department of human services bridge  
12 cards cannot be used to purchase lottery tickets.

### 13 **CASINO GAMING**

14 Sec. 971. From the revenue collected by the Michigan gaming  
15 control board regarding the total annual assessment of each casino  
16 licensee, \$2,000,000.00 is appropriated and shall be deposited in  
17 the compulsive gaming prevention fund as described in section  
18 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,  
19 MCL 432.212a.

20 Sec. 973. (1) Funds appropriated in part 1 for local  
21 government programs may be used to provide assistance to a local  
22 revenue sharing board referenced in an agreement authorized by the  
23 Indian gaming regulatory act, Public Law 100-497.

24 (2) A local revenue sharing board described in subsection (1)  
25 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to  
26 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231  
27 to 15.246.



1 (3) A county treasurer is authorized to receive and administer  
2 funds received for and on behalf of a local revenue sharing board.  
3 Funds appropriated in part 1 for local government programs may be  
4 used to audit local revenue sharing board funds held by a county  
5 treasurer. This section does not limit the ability of local units  
6 of government to enter into agreements with federally recognized  
7 Indian tribes to provide financial assistance to local units of  
8 government or to jointly provide public services.

9 (4) A local revenue sharing board described in subsection (1)  
10 shall comply with all applicable provisions of any agreement  
11 authorized by the Indian gaming regulatory act, Public Law 100-497,  
12 in which the local revenue sharing board is referenced, including,  
13 but not limited to, the disbursement of tribal casino payments  
14 received under applicable provisions of the tribal-state class III  
15 gaming compact in which those funds are received.

16 (5) The director of the department of state police and the  
17 executive director of the Michigan gaming control board are  
18 authorized to assist the local revenue sharing boards in  
19 determining allocations to be made to local public safety  
20 organizations.

21 (6) The Michigan gaming control board shall submit a report by  
22 September 30 to the senate and house of representatives standing  
23 committees on appropriations and the state budget director on the  
24 receipts and distribution of revenues by local revenue sharing  
25 boards.

26 Sec. 974. If revenues collected in the state services fee fund  
27 are less than the amounts appropriated from the fund, available



1 revenues shall be used to fully fund the appropriation in part 1  
2 for casino gaming regulation activities before distributions are  
3 made to other state departments and agencies. If the remaining  
4 revenue in the fund is insufficient to fully fund appropriations to  
5 other state departments or agencies, the shortfall shall be  
6 distributed proportionally among those departments and agencies.

7       Sec. 976. The executive director of the Michigan gaming  
8 control board may pay rewards of not more than \$5,000.00 to a  
9 person who provides information that results in the arrest and  
10 conviction on a felony or misdemeanor charge for a crime that  
11 involves the horse racing industry. A reward paid pursuant to this  
12 section shall be paid out of the appropriation in part 1 for the  
13 racing commission.

14       Sec. 977. All appropriations from the Michigan agriculture  
15 equine industry development fund, except for the racing commission  
16 and laboratory analysis program appropriations, shall be reduced  
17 proportionately if revenues to the Michigan agriculture equine  
18 industry development fund decline during the fiscal year ending  
19 September 30, 2016 to a level lower than the amount appropriated in  
20 part 1.

21       Sec. 978. The Michigan gaming control board shall use actual  
22 expenditure data in determining the actual regulatory costs of  
23 conducting racing dates and shall provide that data to the senate  
24 and house appropriations subcommittees on agriculture and general  
25 government and the senate and house fiscal agencies. The Michigan  
26 gaming control board shall not be reimbursed for more than the  
27 actual regulatory cost of conducting race dates. If a certified



1 horsemen's organization funds more than the actual regulatory cost,  
2 the balance shall remain in the agriculture equine industry  
3 development fund to be used to fund subsequent race dates conducted  
4 by race meeting licensees with which the certified horsemen's  
5 organization has contracts. If a certified horsemen's organization  
6 funds less than the actual regulatory costs of the additional horse  
7 racing dates, the Michigan gaming control board shall reduce the  
8 number of future race dates conducted by race meeting licensees  
9 with which the certified horsemen's organization has contracts.  
10 Prior to the reduction in the number of authorized race dates due  
11 to budget deficits, the executive director of the Michigan gaming  
12 control board shall provide notice to the certified horsemen's  
13 organizations with an opportunity to respond with alternatives. In  
14 determining actual costs, the Michigan gaming control board shall  
15 take into account that each specific breed may require different  
16 regulatory mechanisms.

17       Sec. 979. In addition to the funds appropriated in part 1, the  
18 Michigan gaming control board may receive and expend state lottery  
19 fund revenue in an amount not to exceed \$4,000,000.00 for necessary  
20 expenses incurred in the licensing and regulation of millionaire  
21 parties pursuant to Executive Order No. 2012-4. In accordance with  
22 section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA  
23 382, MCL 432.108, the amount of necessary expenses shall not exceed  
24 the amount of revenue received under that act. The Michigan gaming  
25 control board shall provide a report to the senate and house of  
26 representatives appropriations subcommittees on general government,  
27 the senate and house fiscal agencies, and the state budget office



1 by April 15. The report shall include, but not be limited to, total  
2 expenditures related to the licensing and regulating of millionaire  
3 parties, steps taken to ensure charities are receiving revenue due  
4 to them, progress on promulgating rules to ensure compliance with  
5 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101  
6 to 432.120, and any enforcement actions taken.

7 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

8       Sec. 980. MSHDA shall annually present a report to the state  
9 budget office and the subcommittees on the status of the  
10 authority's housing production goals under all financing programs  
11 established or administered by the authority. The report shall give  
12 special attention to efforts to raise affordable multifamily  
13 housing production goals.

14       Sec. 981. MSHDA shall report to the subcommittees, the state  
15 budget director, and the fiscal agencies by December 1 on the  
16 status of the loans entered into by the Michigan broadband  
17 development authority.

18       Sec. 984. In addition to the funds appropriated in part 1, the  
19 funds collected by state historic preservation programs for  
20 document reproduction and services and application fees are  
21 appropriated for all expenses necessary to provide the required  
22 services. These funds are available for expenditure when they are  
23 received and may be carried forward into the succeeding fiscal  
24 year.

25       Sec. 985. In addition to the amounts appropriated in part 1,  
26 the land bank fast track authority may expend revenues received  
27 under the land bank fast track act, 2003 PA 258, MCL 124.751 to



1 124.774, for the purposes authorized by the act, including, but not  
2 limited to, the acquisition, lease, management, demolition,  
3 maintenance, or rehabilitation of real or personal property,  
4 payment of debt service for notes or bonds issued by the authority,  
5 and other expenses to clear or quiet title property held by the  
6 authority.

7 **MICHIGAN STRATEGIC FUND**

8       Sec. 1001. (1) In addition to the funds appropriated in part  
9 1, there is appropriated an amount not to exceed \$20,000,000.00 for  
10 federal contingency funds. These funds are not available for  
11 expenditure until they have been transferred to another line item  
12 in part 1 under section 393(2) of the management and budget act,  
13 1984 PA 431, MCL 18.1393.

14       (2) In addition to the funds appropriated in part 1, there is  
15 appropriated an amount not to exceed \$2,000,000.00 for state  
16 restricted contingency funds. These funds are not available for  
17 expenditure until they have been transferred to another line item  
18 in part 1 under section 393(2) of the management and budget act,  
19 1984 PA 431, MCL 18.1393.

20       (3) In addition to the funds appropriated in part 1, there is  
21 appropriated an amount not to exceed \$2,000,000.00 for private  
22 contingency funds. These funds are not available for expenditure  
23 until they have been transferred to another line item in part 1  
24 under section 393(2) of the management and budget act, 1984 PA 431,  
25 MCL 18.1393.

26       (4) In addition to the funds appropriated in part 1, there is  
27 appropriated an amount not to exceed \$100,000.00 for local



1 contingency funds. These funds are not available for expenditure  
2 until they have been transferred to another line item in part 1  
3 under section 393(2) of the management and budget act, 1984 PA 431,  
4 MCL 18.1393.

5       Sec. 1005. In addition to the appropriations in part 1, Travel  
6 Michigan may receive and expend private revenue related to the use  
7 of "Pure Michigan" and all other copyrighted slogans and images.  
8 This revenue may come from the direct licensing of the name and  
9 image or from the royalty payments from various merchandise sales.  
10 Revenue collected is appropriated for the marketing of the state as  
11 a travel destination. The funds are available for expenditure when  
12 they are received by the department of treasury. The fund shall  
13 provide a report that lists the revenues by source received from  
14 the use of "Pure Michigan" and all other copyrighted slogans and  
15 images. The report shall provide a detailed list of expenditures of  
16 revenues received under this section. The report shall be provided  
17 to the appropriations subcommittees on general government, the  
18 fiscal agencies, and the state budget office by June 1.

19       Sec. 1007. (1) The fund shall provide reports to the relevant  
20 subcommittees, the state budget director, and the fiscal agencies  
21 concerning the activities of the MEDC grants and investment  
22 programs financed from the fund using investment, Indian gaming  
23 revenues, or other revenues. The report shall provide a list of  
24 individual grants, loans, and investments made from the fund or by  
25 the MEDC from the funds appropriated in part 1 and shall include  
26 the name of the recipient, the amount awarded to the recipient, and  
27 the purpose of the grant. The activities report shall also include,



1 but not be limited to, the following programs funded in part 1:

2 (a) Travel Michigan, including any expenditures authorized  
3 under section 89b of the Michigan strategic fund act, 1984 PA 270,  
4 MCL 125.2089b, to supplement the Michigan promotion program. The  
5 report shall include the number of commercials produced, the  
6 markets in which media buys have been made, any web-based products  
7 that were created with these funds and identify the geographical  
8 market locations and recreational activities used in Michigan  
9 tourism promotion material.

10 (b) Business attraction, retention, and growth, including any  
11 expenditures authorized under section 89b of the Michigan strategic  
12 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan  
13 business marketing program. The report shall include the number of  
14 commercials produced, the markets in which media buys have been  
15 made, and any web-based products that were created as a result of  
16 this appropriation.

17 (c) Business services.

18 (d) Community development block grants.

19 (e) MSF administration.

20 (f) Renaissance zones.

21 (g) 21st century investment program.

22 (h) Business and clean air ombudsman.

23 (i) Michigan business development program.

24 (j) Community revitalization program.

25 (k) Film incentives.

26 (l) Any other programs of the fund.

27 (2) As a condition of the expenditure of funds appropriated in



1 part 1 for business attraction and community revitalization and  
2 film incentives, the fund shall submit a report to the chairpersons  
3 of the senate and house of representatives standing committees on  
4 appropriations, the chairpersons of the senate and house of  
5 representatives standing committees on appropriations subcommittees  
6 on general government, the senate and house fiscal agencies, and  
7 the state budget office that provides performance metrics for the  
8 Michigan business development program, community revitalization  
9 program, and film incentives. The report shall include, but is not  
10 limited to, all of the following for funds appropriated in 2011 PA  
11 63, 2012 PA 200, 2013 PA 59, and 2014 PA 252:

12 (a) Total verified jobs created compared to total committed  
13 jobs.

14 (b) Total actual private investment compared to total  
15 projected private investment.

16 (c) An estimate of the return on investment to the state as a  
17 result of the incentives.

18 (d) A listing of projects previously awarded incentives that  
19 were revoked and the reason for revocation.

20 (e) A listing of projects that had incentive contracts amended  
21 by the fund or MEDC. The listing shall include a detailed listing  
22 of the amendments made to the contract.

23 (3) The reports in subsections (1) and (2) shall be submitted  
24 by February 15. The report for each program in subsection (1)(a)  
25 through (l) shall include details on all revenue sources, actual  
26 expenditures, and number of FTEs for that program for the previous  
27 fiscal year.



1           Sec. 1008. As a condition of receiving funds under part 1, any  
2 interlocal agreement entered into by the fund shall include  
3 language which states that if a local unit of government has a  
4 contract or memorandum of understanding with a private economic  
5 development agency, the MEDC will work cooperatively with that  
6 private organization in that local area.

7           Sec. 1009. (1) Of the funds appropriated to the fund or  
8 through grants to the MEDC, no funds shall be expended for the  
9 purchase of options on land or the purchase of land unless at least  
10 1 of the following conditions applies:

11           (a) The land is located in an economically distressed area.

12           (b) The land is obtained through a purchase or exercise of an  
13 option at the invitation of the local unit of government and local  
14 economic development agency.

15           (2) Consideration may be given to purchases where the proposed  
16 use of the land is consistent with a regional land use plan, will  
17 result in the redevelopment of an economically distressed area, can  
18 be supported by existing infrastructure, and will not cause shifts  
19 in population away from the area's population centers.

20           (3) As used in this section, "economically distressed area"  
21 means an area in a city, village, or township that has been  
22 designated as blighted; a city, village, or township that shows  
23 negative population change from 1970 and a poverty rate and  
24 unemployment rate greater than the statewide average; or an area  
25 certified as a neighborhood enterprise zone under the neighborhood  
26 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

27           Sec. 1010. As a condition for receiving funds in part 1, not



1 later than February 15, the fund shall provide a report for the  
2 immediately preceding fiscal year on the jobs for Michigan  
3 investment fund, created in section 88h of the Michigan strategic  
4 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted  
5 to the chairpersons of the senate and house of representatives  
6 standing committees on appropriations, the chairpersons of the  
7 senate and house of representatives standing committees on  
8 appropriations subcommittees on general government, the senate and  
9 house fiscal agencies, and the state budget office. The report  
10 shall include, but is not limited to, all of the following:

11 (a) A detailed listing of revenues, by fund source, to the  
12 jobs for Michigan investment fund. The listing shall include the  
13 manner and reason for which the funds were appropriated to the jobs  
14 for Michigan investment fund.

15 (b) A detailed listing of expenditures, by project, from the  
16 jobs for Michigan investment fund.

17 (c) A fiscal year-end balance of the jobs for Michigan  
18 investment fund.

19 Sec. 1011. (1) From the appropriations in part 1 to the fund  
20 and granted or transferred to the MEDC, any unexpended or  
21 unencumbered balance shall be disposed of in accordance with the  
22 requirements in the management and budget act, 1984 PA 431, MCL  
23 18.1101 to 18.1594, unless carryforward authorization has been  
24 otherwise provided for.

25 (2) Any encumbered funds shall be used for the same purposes  
26 for which funding was originally appropriated in this part and part  
27 1.



1           Sec. 1012. (1) As a condition of receiving funds under part 1,  
2 the fund shall ensure that the MEDC and the fund comply with all of  
3 the following:

4           (a) The freedom of information act, 1976 PA 442, MCL 15.231 to  
5 15.246.

6           (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

7           (c) Annual audits of all financial records by the auditor  
8 general or his or her designee.

9           (d) All reports required by law to be submitted to the  
10 legislature.

11           (2) If the MEDC is unable for any reason to perform duties  
12 under this part, the fund may exercise those duties.

13           Sec. 1013. As a condition for receiving the appropriations in  
14 part 1, any staff of the MEDC involved in private fund-raising  
15 activities shall not be party to any decisions regarding the  
16 awarding of grants, incentives, or tax abatements from the fund,  
17 the MEDC, or the Michigan economic growth authority.

18           Sec. 1014. (1) All funds received from repayment of loans,  
19 unused grants, revenues received from sales or cash flow  
20 participation agreements, guarantees, or any combination of these  
21 or accrued interest originally distributed as part of the core  
22 communities fund, created by 2000 PA 291, shall be received, held,  
23 and applied by the fund for the purposes described in 2000 PA 291.

24           (2) The fund shall provide an annual report on the status of  
25 this fund which includes information that details the awards made.  
26 The report shall be provided to the appropriations subcommittees on  
27 general government, the fiscal agencies, and the state budget



1 office by February 15.

2       Sec. 1020. Federal pass-through funds to local institutions  
3 and governments that are received in amounts in addition to those  
4 included in part 1 and that do not require additional state  
5 matching funds are appropriated for the purposes intended. The fund  
6 may carry forward into the succeeding fiscal year unexpended  
7 federal pass-through funds to local institutions and governments  
8 that do not require additional state matching funds. The fund shall  
9 report the amount and source of the funds to the senate  
10 appropriation subcommittee on economic development, the house  
11 appropriation subcommittee on general government, the senate and  
12 house fiscal agencies, and the state budget office within 10  
13 business days after receiving any additional pass-through funds.

14       Sec. 1024. From the funds appropriated in part 1 for business  
15 attraction and community revitalization, not less than  
16 \$20,000,000.00 shall be granted by the fund board for brownfield  
17 redevelopment and historic preservation projects under the  
18 community revitalization program authorized by chapter 8C of the  
19 Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to  
20 125.2090d.

21       Sec. 1031. The fund shall report to the senate and house of  
22 representatives appropriations subcommittees on general government,  
23 the senate and house fiscal agencies, and the state budget office  
24 by April 15 on the spending plan for the line items for  
25 entrepreneurship eco-system and business attraction and community  
26 revitalization. If the spending plan for the fiscal year is changed  
27 after that date, the fund shall notify the report recipients listed



1 previously within 10 business days.

2       Sec. 1032. (1) The Michigan film office shall report to the  
3 subcommittees and the fiscal agencies on the status of the film  
4 incentives at the same time as it submits the annual report  
5 required under section 455 of the Michigan business tax act, 2007  
6 PA 36, MCL 208.1455. The department of treasury and the fund shall  
7 provide the Michigan film office with the data necessary to prepare  
8 the report. Incentives included in the report shall include all of  
9 the following:

10       (a) The tax credit provided under section 455 of the Michigan  
11 business tax act, 2007 PA 36, MCL 208.1455.

12       (b) The tax credit provided under section 457 of the Michigan  
13 business tax act, 2007 PA 36, MCL 208.1457.

14       (c) The tax credit provided under section 459 of the Michigan  
15 business tax act, 2007 PA 36, MCL 208.1459.

16       (d) The amount of any tax credit claimed under former section  
17 367 of the income tax act of 1967, 1967 PA 281.

18       (e) Any tax credits provided for film and digital media  
19 production under the Michigan economic growth authority act, 1995  
20 PA 24, MCL 207.801 to 207.810.

21       (f) Loans to an eligible production company or film and  
22 digital media private equity fund authorized under section 88d(3),  
23 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL  
24 125.2088d.

25       (g) Any spending or activities supported by the appropriations  
26 in part 1 for film incentives.

27       (2) The report shall include all of the following information:



1 (a) For each tax credit, the number of contracts signed, the  
2 projected expenditures qualifying for the credit, and the estimated  
3 value of the credits. For loans, the number of loans made under  
4 each section, the interest rate of those loans, the loan amount,  
5 the percent of the projected budget of each production financed by  
6 those loans, and the estimated interest earnings from the loan. For  
7 each film incentive awarded, including any program to support and  
8 promote a qualified facility and other film infrastructure as  
9 defined in section 29h of the Michigan strategic fund act, 1984 PA  
10 270, MCL 125.2029h, the total funding awarded for each of the  
11 following:

- 12 (i) Direct production expenditures.
- 13 (ii) Michigan personnel expenditures.
- 14 (iii) Crew personnel expenditures.
- 15 (iv) Qualified personnel expenditures.
- 16 (v) Postproduction expenditures.
- 17 (vi) Qualified facility or infrastructure expenditures.
- 18 (vii) Spending for program administration.

19 (b) For credits authorized under section 455 of the Michigan  
20 business tax act, 2007 PA 36, MCL 208.1455, for productions  
21 completed by December 31, the expenditures of each production  
22 eligible for the credit that has filed a request for certificate of  
23 completion with the film office, broken down into expenditures for  
24 goods, services, or salaries and wages and showing separately  
25 expenditures in each local unit of government, including  
26 expenditures for personnel, whether or not they were made to a  
27 Michigan entity, and whether or not they were taxable under the



1 laws of this state. For loans, the report shall include the number  
2 of loans that have been fully repaid, with principal and interest  
3 shown separately, and the number of loans that are delinquent or in  
4 default, and the amount of principal that is delinquent or is in  
5 default.

6 (c) For each of the tax credit incentives, loan incentives,  
7 and film incentives listed in subsection (1), a breakdown for each  
8 project or production showing each of the following:

9 (i) The number of temporary jobs created.

10 (ii) The number of permanent jobs created.

11 (iii) The number of persons employed in Michigan as a result  
12 of the incentive, on a full-time equated basis.

13 (3) For any information not included in the report due to the  
14 provisions of section 455(6), 457(6), or 459(6) of the Michigan  
15 business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,  
16 the report shall do all of the following:

17 (a) Indicate how the information would describe the commercial  
18 and financial operations or intellectual property of the company.

19 (b) Attest that the information has not been publicly  
20 disseminated at any time.

21 (c) Describe how disclosure of the information may put the  
22 company at a competitive disadvantage.

23 (4) Any information not disclosed due to the provisions of  
24 section 455(6), 457(6), or 459(6) of the Michigan business tax act,  
25 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be  
26 presented at the lowest level of aggregation that would no longer  
27 describe the commercial and financial operations or intellectual



1 property of the company.

2       Sec. 1033. The Michigan film office shall report to the  
3 chairpersons of the senate and house of representatives standing  
4 committees on appropriations subcommittees on general government  
5 and the senate and house fiscal agencies on the status of the film  
6 incentives approved under section 29h of the Michigan strategic  
7 fund act, 1984 PA 270, MCL 125.2029h, not later than 30 days  
8 following the end of each quarter of the fiscal year. The report  
9 shall include all of the following:

10       (a) Direct and indirect economic impacts in this state  
11 attributable to the assistance.

12       (b) Direct and indirect job creation in this state  
13 attributable to the assistance.

14       (c) Direct and indirect private investment in this state  
15 attributable to the assistance.

16       (d) The name of each eligible production company and the  
17 amount of each incentive disbursed for each state certified  
18 qualified production.

19       Sec. 1033b. For funds appropriated in part 1 from the general  
20 fund/general purpose revenue and used for the purpose of the  
21 Michigan strategic fund - film incentive program, the applicable  
22 percentage of the state certified qualified production expenditures  
23 provided in section 29h(3)(d) of the Michigan strategic fund act,  
24 1984 PA 270, MCL 125.2029h, shall be determined based on the  
25 effective date of the agreement.

26       Sec. 1034. Each business incubator or accelerator that  
27 received an award from the fund shall maintain and update a



1 dashboard of indicators to measure the effectiveness of the  
2 business incubator and accelerator programs. Indicators shall  
3 include the direct jobs created, new companies launched as a direct  
4 result of business incubator or accelerator involvement, businesses  
5 expanded as a direct result of business incubator or accelerator  
6 involvement, direct investment in client companies, private equity  
7 financing obtained by client companies, grant funding obtained by  
8 client companies, and other measures developed by the recipient  
9 business incubators and accelerators in conjunction with the MEDC.  
10 Dashboard indicators shall be reported for the prior fiscal year  
11 and cumulatively, if available. Each recipient shall submit a copy  
12 of their dashboard indicators to the fund by March 1. The fund  
13 shall transmit the local reports to the senate and house of  
14 representatives appropriations subcommittees on general government,  
15 the senate and house fiscal agencies, and the state budget office  
16 by March 15.

17       Sec. 1035. (1) From the appropriation in part 1, the Michigan  
18 council for arts and cultural affairs shall administer an arts and  
19 cultural grant program that maintains an equitable geographic  
20 distribution of funding and utilizes past arts and cultural grant  
21 programs as a guideline for administering this program. The council  
22 shall do all of the following:

23       (a) On or before October 1, the fund shall publish proposed  
24 application criteria, instructions, and forms for use by eligible  
25 applicants. The fund shall provide at least a 2-week period for  
26 public comment before finalizing the application criteria,  
27 instructions, and forms.



1 (b) A nonrefundable application fee may be assessed for each  
2 application. Application fees shall be deposited in the council for  
3 the arts fund and are appropriated for expenses necessary to  
4 administer the programs. These funds are available for expenditure  
5 when they are received and may be carried forward to the following  
6 fiscal year.

7 (c) Grants are to be made to public and private arts and  
8 cultural entities.

9 (d) Within 1 business day after the award announcements, the  
10 council shall provide to each member of the legislature and the  
11 fiscal agencies a list of all grant recipients and the total award  
12 given to each recipient, sorted by county.

13 (2) The appropriation in part 1 for arts and cultural program  
14 shall not be used for the administration of the grant program.

15 Sec. 1036. (1) The general fund/general purpose funds  
16 appropriated in part 1 to the fund for the programs listed below  
17 shall be transferred to the specific funds designated by statute  
18 for those programs as follows:

19 (a) The business attraction and community revitalization funds  
20 shall be transferred to the 21st century jobs trust fund per  
21 section 90b(3) of the Michigan strategic fund act, 1984 PA 270, MCL  
22 125.2090b.

23 (b) The film incentives program funds shall be transferred to  
24 the Michigan film promotion fund established in the Michigan  
25 strategic fund act, 1984 PA 270, MCL 125.2029d.

26 (2) Funds transferred to the 21st century jobs trust fund or  
27 Michigan film promotion fund under subsection (1) are appropriated



1 and available for allocation as authorized in the Michigan  
2 strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

3 Sec. 1039. The fund shall provide a report by February 15 to  
4 the senate and house of representatives standing committees on  
5 appropriations subcommittees on general government, the state  
6 budget director, and the fiscal agencies on the status of the  
7 skilled trades training program funded in part 1. The report shall  
8 include the following:

9 (a) The number of awardees participating in the program and  
10 the names of those awardees organized by major industry group.

11 (b) The amount of funding received by each awardee under the  
12 program.

13 (c) Amount of funding leveraged from each awardee or other  
14 funding source for each awardee project.

15 (d) Training models established by each awardee.

16 (e) The number of individuals enrolled in a skilled trades  
17 training program by awardee.

18 (f) The number of individuals who completed the program and  
19 were hired by awardee.

20 (g) The number of applications received and the number of  
21 applications approved for each region.

22 Sec. 1039b. As a condition of receiving funds in part 1 for  
23 the skilled trades training program, the fund shall administer the  
24 program as follows:

25 (a) The fund shall work cooperatively with grantees to  
26 maximize the amount of funds from part 1 that are available for  
27 direct training.



1 (b) The fund and workforce development partners, including  
2 regional Michigan Works! agencies, shall collaborate and work  
3 cooperatively to prioritize and streamline the expenditure of the  
4 funds appropriated in part 1. The fund shall ensure that the  
5 skilled trades training program provides a collaborative statewide  
6 network of workforce and employee skill development partners that  
7 addresses the employee talent needs throughout the state.

8 (c) The fund shall ensure that grants are distributed for  
9 individual skill enhancement for employees of Michigan businesses.  
10 Funds shall not be distributed to program and process centered  
11 training organization employers.

12 (d) The fund shall develop program goals and detailed guidance  
13 for prospective participants to follow to qualify under the  
14 program. The program goals and detailed guidance shall be posted on  
15 the fund website and distributed to local Michigan Works! agencies  
16 by October 1. Periodic assessments of employer and employee needs  
17 shall be evaluated on a regional basis, and the fund shall identify  
18 solutions and goals to be implemented to satisfy those needs. The  
19 fund shall notify the senate and house of representatives standing  
20 committees on appropriations, the senate and house of  
21 representatives standing committees on appropriations subcommittees  
22 on general government, the senate and house fiscal agencies, and  
23 the state budget office on any program goal, solution, or guidance  
24 changes not fewer than 14 days prior to the finalization and  
25 publication of the changes. Revenues received by the fund for the  
26 skilled trades training program are appropriated and may be  
27 expended for purposes of the program.



1 (e) Up to \$5,000,000.00 of the funds may be expended to match  
2 federal funds when a Michigan company has utilized its favored  
3 status designation from the investing in manufacturing communities  
4 partnership to receive an award from the federal government.  
5 Advance Michigan is the multijurisdictional collaborative working  
6 with this partnership. The intent of Advance Michigan is to assist  
7 businesses in securing federal funding opportunities and provide  
8 matching funds in support of advancing Michigan as a global center  
9 for advanced automotive manufacturing. The intent of these funds  
10 will involve improving and increasing the skill level of employees  
11 in skilled trades in the automotive industry and the manufacturing  
12 processes within the changing manufacturing environment.

13 Sec. 1040. As a condition of receiving funds in part 1, the  
14 fund shall utilize MAIN, or a successor MDTMB-administered  
15 administrative information system used across state government, as  
16 an appropriation and expenditure reporting system to track all  
17 financial transactions with individual vendors, contractual  
18 partners, grantees, recipients of business incentives, and  
19 recipients of other economic assistance. Encumbrances and  
20 expenditures shall be reported in a timely manner.

21 Sec. 1041. From the funds appropriated in part 1 for business  
22 attraction and community revitalization, the fund shall request the  
23 transfer by the state treasurer of not more than 60% of the funds  
24 prior to April 1.

25 Sec. 1042. For the funds appropriated in part 1 for business  
26 attraction and community revitalization, the fund shall report  
27 quarterly on the amount of funds considered appropriated, pre-



1 encumbered, encumbered, and expended. The report shall also include  
2 a listing of appropriations for business attraction and community  
3 revitalization, or a predecessor, in 2011 PA 63, 2012 PA 200, 2013  
4 PA 59, and 2014 PA 252, that were considered appropriated, pre-  
5 encumbered, encumbered, or expended that have lapsed back to the  
6 fund for any purpose. The report shall be submitted to the  
7 chairpersons of the senate and house of representatives standing  
8 committees on appropriations, the chairpersons of the senate and  
9 house of representatives standing committees on appropriations  
10 subcommittees on general government, the senate and house fiscal  
11 agencies, and the state budget office.

12       Sec. 1045. Total authorized appropriations from all sources  
13 under part 1 for legacy costs for the fiscal year ending September  
14 30, 2016 are \$18,468,200.00. From this amount, total agency  
15 appropriations for pension-related legacy costs are estimated at  
16 \$10,482,500.00. Total agency appropriations for retiree health care  
17 legacy costs are estimated at \$7,985,700.00.

18       Sec. 1050. (1) The fund shall publish the "activities  
19 classification structure data book" for Michigan community colleges  
20 on or before March 1.

21       (2) The fund shall compile information received from community  
22 colleges on North American Indian tuition waivers granted pursuant  
23 to 1976 PA 174, MCL 390.1251 to 390.1253, and shall submit this  
24 compilation to the house and senate appropriations subcommittees on  
25 community colleges, the fiscal agencies, and the state budget  
26 director by March 1.

27       (3) The fund shall compile information received from community



1 colleges on the number and types of associate degrees and other  
2 certificates awarded during the previous fiscal year and shall  
3 submit this compilation to the house and senate appropriations  
4 subcommittees on community colleges, the fiscal agencies, and the  
5 state budget director by March 1.

6 (4) The fund shall place the reports required in this section  
7 on a publicly available website.

8 Sec. 1052. The fund shall provide a report to the senate and  
9 house of representatives appropriations general government  
10 subcommittees, the senate and house fiscal agencies, and the state  
11 budget director no later than April 15, 2016 on the status of  
12 projects by award recipient in an annual report to the legislature  
13 as required in the Michigan strategic fund act, 1984 PA 270, MCL  
14 125.2001 to 125.2094.

15 Sec. 1054. From the funds appropriated in part 1 for workforce  
16 programs subgrantees, the fund may allocate funding for grants to  
17 nonprofit organizations that offer programs to workforce investment  
18 act of 1998, 29 USC 2801 to 2945, or the workforce innovation and  
19 opportunity act 29 USC 3101 to 3361, eligible youth focusing on  
20 entrepreneurship, apprenticeship, work-readiness skills, job  
21 shadowing, and financial literacy. Organizations eligible for  
22 funding under this section must have the capacity to provide  
23 similar programs in urban areas, as determined by the United States  
24 bureau of the census according to the most recent federal decennial  
25 census. Additionally, programs eligible for funding under this  
26 section must include the participation of local business partners.  
27 The fund shall develop other appropriate eligibility requirements



1 to ensure compliance with applicable federal rules and regulations.  
2 Sec. 1057. From the appropriations in part 1 for  
3 entrepreneurship eco-system, the fund board may allocate funding  
4 for the aerospace supplier development program. Any funds allocated  
5 by the fund board to the aerospace supplier development program  
6 managed by the Michigan aerospace manufacturer's association shall  
7 be used to support the following business development services:

8 (a) Develop robust supplier-OEM networks using an innovative  
9 aggregate demand model (ADM).

10 (b) Facilitate the adoption of digital manufacturing and  
11 modeling, simulation and analysis (MSA) for aerospace suppliers.

12 (c) Advance aerospace workforce development.

13 (d) Host funding and investment strategy meetings for  
14 aerospace suppliers.

15 (e) Mentor disadvantaged suppliers.

16 (f) Provide internship programs to retain Michigan trained  
17 engineers for Michigan located aerospace companies.

18 **MICHIGAN STRATEGIC FUND - WORKFORCE DEVELOPMENT**

19 Sec. 1060. The fund shall administer the PATH training program  
20 in accordance with the requirements of section 407(d) of title IV  
21 of the social security act, 42 USC 607, the state social welfare  
22 act, 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable  
23 laws and regulations.

24 Sec. 1062. The fund shall make available, in person or by  
25 telephone, 1 disabled veterans outreach program specialist or local  
26 veterans employment representative to Michigan Works! service  
27 centers, as resources permit, during hours of operation, and shall



1 continue to make the appropriate placement of veterans and disabled  
2 veterans a priority.

3 Sec. 1063. (1) In addition to the funds appropriated in part  
4 1, any unencumbered and unrestricted federal workforce investment  
5 act of 1998, 29 USC 2801 to 2945, workforce innovation and  
6 opportunity act, 29 USC 3101 to 3361, or trade adjustment  
7 assistance funds available from prior fiscal years are appropriated  
8 for the purposes originally intended.

9 (2) The fund shall report by February 1 to the subcommittees,  
10 the fiscal agencies, and the state budget office on the amount by  
11 fiscal year of federal workforce investment act of 1998, 29 USC  
12 2801 to 2945, workforce innovation and opportunity act, 29 USC 3101  
13 to 3361, funds appropriated under this section.

14 Sec. 1064. As a condition of receiving the funds appropriated  
15 in part 1 for workforce program administration and workforce  
16 development programs, the fund shall provide a report by September  
17 30 to the senate and house of representatives standing committees  
18 on appropriations subcommittees on general government, the state  
19 budget director, and the senate and house fiscal agencies on the  
20 status of each discrete workforce development agency program  
21 supported by funds appropriated in part 1 for workforce program  
22 administration and workforce development programs. The status  
23 report shall include, at a minimum, actual revenues received by the  
24 fund source and funds appropriated for each discrete workforce  
25 development program area.

26 Sec. 1068. (1) Of the funds appropriated in part 1 for the  
27 workforce training programs, the fund shall provide a report by



1 February 15 to the senate and house of representatives standing  
2 committees on appropriations subcommittees on general government,  
3 the state budget director, and the fiscal agencies on the status of  
4 the workforce training programs. The report shall include the  
5 following:

6 (a) The amount of funding allocated to each Michigan Works!  
7 agency and the total funding allocated to the workforce training  
8 programs statewide by fund source.

9 (b) The number of participants enrolled in education or  
10 training programs by each Michigan Works! agency.

11 (c) The average duration of training for training program  
12 participants by each Michigan Works! agency.

13 (d) The number of participants enrolled in remedial education  
14 programs and the number of participants enrolled in literacy  
15 programs.

16 (e) The number of participants enrolled in programs at 2-year  
17 institutions.

18 (f) The number of participants enrolled in 4-year  
19 institutions.

20 (g) The number of participants enrolled in proprietary schools  
21 or other technical training programs.

22 (h) The number of participants that have completed education  
23 or training programs.

24 (i) The number of participants who secured employment in  
25 Michigan within 1 year of completing a training program.

26 (j) The number of participants who completed a training  
27 program and secured employment in a field related to their



1 training.

2 (k) The average wage earned by participants who completed a  
3 training program and secured employment within 1 year.

4 (2) Data collection for the report shall be for the prior  
5 fiscal year.

6 Sec. 1071. (1) From the funds appropriated in part 1 for  
7 business attraction and community revitalization, the MSF shall  
8 continue with strategic investments that create jobs and support  
9 community redevelopment to grow Michigan's economy.

10 (2) The Michigan strategic fund shall identify specific  
11 outcomes and performance metrics for this initiative, including,  
12 but not limited to, the following:

13 (a) Monthly total jobs.

14 (b) Private investment for community projects.

#### 15 **STATE BUILDING AUTHORITY**

16 Sec. 1101. (1) Subject to section 242 of the management and  
17 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the  
18 state building authority, the department may expend from the  
19 general fund of the state during the fiscal year an amount to meet  
20 the cash flow requirements of those state building authority  
21 projects solely for lease to a state agency identified in both part  
22 1 and this section, and for which state building authority bonds or  
23 notes have not been issued, and for the sole acquisition by the  
24 state building authority of equipment and furnishings for lease to  
25 a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425,  
26 for which the issuance of bonds or notes is authorized by a



1 legislative appropriation act that is effective for the fiscal year  
2 ending September 30, 2015. Any general fund advances for which  
3 state building authority bonds have not been issued shall bear an  
4 interest cost to the state building authority at a rate not to  
5 exceed that earned by the state treasurer's common cash fund during  
6 the period in which the advances are outstanding and are repaid to  
7 the general fund of the state.

8 (2) Upon sale of bonds or notes for the projects identified in  
9 part 1 or for equipment as authorized by a legislative  
10 appropriation act and in this section, the state building authority  
11 shall credit the general fund of the state an amount equal to that  
12 expended from the general fund plus interest, if any, as defined in  
13 this section.

14 (3) For state building authority projects for which bonds or  
15 notes have been issued and upon the request of the state building  
16 authority, the state treasurer shall make advances without interest  
17 from the general fund as necessary to meet cash flow requirements  
18 for the projects, which advances shall be reimbursed by the state  
19 building authority when the investments earmarked for the financing  
20 of the projects mature.

21 (4) In the event that a project identified in part 1 is  
22 terminated after final design is complete, advances made on behalf  
23 of the state building authority for the costs of final design shall  
24 be repaid to the general fund in a manner recommended by the  
25 director.

26 Sec. 1102. (1) State building authority funding to finance  
27 construction or renovation of a facility that collects revenue in



1 excess of money required for the operation of that facility shall  
2 not be released to a university or community college unless the  
3 institution agrees to reimburse that excess revenue to the state  
4 building authority. The excess revenue shall be credited to the  
5 general fund to offset rent obligations associated with the  
6 retirement of bonds issued for that facility. The auditor general  
7 shall annually identify and present an audit of those facilities  
8 that are subject to this section. Costs associated with the  
9 administration of the audit shall be charged against money  
10 recovered pursuant to this section.

11 (2) As used in this section, "revenue" includes state  
12 appropriations, facility opening money, other state aid, indirect  
13 cost reimbursement, and other revenue generated by the activities  
14 of the facility.

15 Sec. 1103. The state building authority shall provide to the  
16 JCOS and senate and house fiscal agencies a report relative to the  
17 status of construction projects associated with state building  
18 authority bonds as of September 30 of each year, on or before  
19 October 15, or not more than 30 days after a refinancing or  
20 restructuring bond issue is sold. The report shall include, but is  
21 not limited to, the following:

22 (a) A list of all completed construction projects for which  
23 state building authority bonds have been sold, and which bonds are  
24 currently active.

25 (b) A list of all projects under construction for which sale  
26 of state building authority bonds is pending.

27 (c) A list of all projects authorized for construction or



1 identified in an appropriations act for which approval of  
 2 schematic/preliminary plans or total authorized cost is pending  
 3 that have state building authority bonds identified as a source of  
 4 financing.

5 **REVENUE STATEMENT**

6 Sec. 1201. Pursuant to section 18 of article V of the state  
 7 constitution of 1963, fund balances and estimates are presented in  
 8 the following statement:

9 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

10 (Amounts in millions)

11 Fiscal Year 2015-2016

		Beginning			
		Available	Estimated	Ending	
	<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>	
12					
13					
14					
15	OPERATING FUNDS				
16	General fund/general purpose	0110	0.3	9,604.1	28.9
17	General fund/special purpose		612.5	26,410.4	10.6
18	Special Revenue Funds:				
19	Countercyclical budget and				
20	economic stabilization	0111	497.7	113.0	610.7
21	Game and fish protection	0112	3.3	82.9	3.1
22	Michigan employment security act				
23	administration	0113	0.0	37.4	0.0
24	State aeronautics	0114	2.3	12.6	0.0
25	Michigan veterans' benefit				



1	trust	0115	3.5	3.5	3.5
2	State trunkline	0116	0.0	809.6	0.0
3	Michigan state waterways	0117	5.4	26.6	4.3
4	Blue Water Bridge	0118	0.0	24.0	0.0
5	Michigan transportation	0119	0.0	1,981.3	0.0
6	Comprehensive transportation	0120	5.1	267.3	0.0
7	School aid	0122	455.1	14,338.7	119.8
8	Game and fish protection trust	0124	0.0	16.6	0.0
9	State park improvement	0125	4.7	55.7	4.1
10	Forest development	0126	7.7	35.9	6.9
11	Michigan natural resources				
12	trust	0129	27.4	33.7	32.1
13	Michigan state parks endowment	0130	12.5	48.4	10.2
14	Safety education and training	0131	5.2	9.8	3.8
15	Bottle deposit	0136	10.8	13.3	3.3
16	State construction code	0138	1.0	13.0	4.4
17	Children's trust	0139	1.5	3.1	1.8
18	State casino gaming	0140	0.7	0.2	0.9
19	Michigan nongame fish and				
20	wildlife	0143	0.4	0.5	0.3
21	Michigan merit award trust	0154	75.7	100.2	75.0
22	Outdoor recreation legacy	0162	0.4	2.6	0.3
23	Off-road vehicle account	0163	4.6	6.7	4.1
24	Snowmobile account	0164	4.5	9.9	3.3
25	Silicosis dust disease				
26	and logging	0870	1.4	0.7	0.9
27	Utility consumer representation	0893	2.1	1.2	1.9



1 TOTALS \$1,745.8 \$54,062.9 \$934.2

2 PART 2A  
 3 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS  
 4 FOR FISCAL YEAR 2016-2017

5 **GENERAL SECTIONS**

6 Sec. 1301. It is the intent of the legislature to provide  
 7 appropriations for the fiscal year ending on September 30, 2017 for  
 8 the line items listed in part 1. The fiscal year 2016-2017  
 9 appropriations are anticipated to be the same as those for fiscal  
 10 year 2015-2016, except that the line items will be adjusted for  
 11 changes in caseload and related costs, federal fund match rates,  
 12 economic factors, and available revenue. These adjustments will be  
 13 determined after the January 2016 consensus revenue estimating  
 14 conference.

15 ARTICLE X  
 16 DEPARTMENT OF HUMAN SERVICES  
 17 PART 1  
 18 LINE-ITEM APPROPRIATIONS

19 Sec. 101. There is appropriated for the department of human  
 20 services for the fiscal year ending September 30, 2016, from the  
 21 following funds:

22 **DEPARTMENT OF HUMAN SERVICES**

23 APPROPRIATION SUMMARY



1	Full-time equated classified positions .....	12,037.9	
2	Full-time equated unclassified positions .....	3.0	
3	Total full-time equated positions .....	12,040.9	
4	GROSS APPROPRIATION .....		\$ 5,721,385,100
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers.....		24,260,300
8	ADJUSTED GROSS APPROPRIATION .....		\$ 5,697,124,800
9	Federal revenues:		
10	Social security act, temporary assistance for needy		
11	families.....		514,809,500
12	Capped federal revenues .....		583,619,500
13	Federal supplemental security income .....		8,588,600
14	Total other federal revenues .....		3,432,519,200
15	Special revenue funds:		
16	Total private revenues .....		26,356,900
17	Total local revenues .....		45,441,300
18	Total other state restricted revenues .....		117,333,400
19	State general fund/general purpose .....		\$ 968,456,400
20	<b>Sec. 102. DEPARTMENTWIDE ADMINISTRATION</b>		
21	Total full-time equated positions .....	690.5	
22	Full-time equated unclassified positions .....	3.0	
23	Full-time equated classified positions .....	687.5	
24	Unclassified salaries--3.0 FTE positions .....		\$ 451,000
25	Central administration--274.5 FTE positions .....		28,460,000
26	Contractual services, supplies, and materials .....		12,680,800
27	Demonstration projects staff--7.0 FTE positions .....		100



1	Demonstration projects program .....	6,805,000
2	Office of inspector general--130.0 FTE positions .....	13,236,300
3	AFC, children's welfare and day care licensure staff--	
4	276.0 FTE positions.....	25,611,100
5	AFC, children's welfare and day care licensure program	8,884,000
6	State office of administrative hearings and rules ....	8,353,900
7	Travel.....	9,208,900
8	Rent and state office facilities .....	46,771,900
9	Worker's compensation .....	2,461,300
10	Terminal pay and other employee costs .....	<u>10,320,200</u>
11	GROSS APPROPRIATION .....	\$ 173,244,500
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	IDG from department of education .....	14,668,900
15	Federal revenues:	
16	Social security act, temporary assistance for needy	
17	families.....	23,539,700
18	Capped federal revenues .....	23,770,200
19	Total other federal revenues .....	47,801,500
20	Special revenue funds:	
21	Total private revenues .....	3,806,800
22	Total local revenues .....	16,400
23	Total other state restricted revenues .....	5,400
24	State general fund/general purpose .....	\$ 59,635,600
25	<b>Sec. 103. CHILD SUPPORT ENFORCEMENT</b>	
26	Full-time equated classified positions.....	185.7
27	Child support enforcement operations staff--179.7 FTE	



1	positions.....	\$	17,982,600
2	Child support enforcement operations program .....		3,928,000
3	Legal support contracts .....		113,359,100
4	Child support incentive payments .....		24,409,600
5	State disbursement unit staff--6.0 FTE positions .....		816,000
6	State disbursement unit program .....		<u>7,264,700</u>
7	GROSS APPROPRIATION .....	\$	167,760,000
8	Appropriated from:		
9	Federal revenues:		
10	Capped federal revenues .....		1,735,000
11	Total other federal revenues .....		142,479,400
12	State general fund/general purpose .....	\$	23,545,600
13	<b>Sec. 104. COMMUNITY SERVICES AND OUTREACH</b>		
14	Full-time equated classified positions.....		46.6
15	Bureau of community services and outreach staff--16.0		
16	FTE positions.....	\$	1,587,600
17	Bureau of community services and outreach program ....		478,000
18	Community services block grant .....		25,840,000
19	Weatherization assistance .....		16,340,000
20	Homeless programs .....		14,721,900
21	Domestic violence prevention and treatment staff--14.6		
22	FTE positions.....		1,133,400
23	Domestic violence prevention and treatment program ...		14,593,700
24	Rape prevention and services staff--0.5 FTE position .		50,900
25	Rape prevention and services program .....		5,021,400
26	Child advocacy centers staff--0.5 FTE position .....		50,900
27	Child advocacy centers program .....		1,949,100



1	Michigan community service commission staff--15.0 FTE	
2	positions.....	1,120,800
3	Michigan community service commission program .....	<u>10,473,100</u>
4	GROSS APPROPRIATION .....	\$ 93,360,800
5	Appropriated from:	
6	Federal revenues:	
7	Social security act, temporary assistance for needy	
8	families.....	11,223,100
9	Capped federal revenues .....	66,215,400
10	Total private revenues .....	44,100
11	Compulsive gambling prevention fund .....	1,040,500
12	Sexual assault victims' treatment fund .....	3,000,000
13	Child advocacy centers fund .....	2,000,000
14	State general fund/general purpose .....	\$ 9,837,700
15	<b>Sec. 105. ADULT PROTECTIVE AND SUPPORT SERVICES</b>	
16	Full-time equated classified positions..... 443.0	
17	Guardian contract .....	\$ 540,200
18	Adult services policy and administration staff--18.0	
19	FTE positions.....	900,100
20	Adult services policy and administration program .....	1,379,300
21	Elder law of Michigan MiCAFE contract .....	350,000
22	Elder abuse prosecuting attorney .....	300,000
23	Adult services field staff--425.0 FTE positions .....	<u>43,807,400</u>
24	GROSS APPROPRIATION .....	\$ 47,277,000
25	Appropriated from:	
26	Federal revenues:	
27	Capped federal revenues .....	17,558,800



1	Total other federal revenues .....	14,561,300
2	State general fund/general purpose .....	\$ 15,156,900
3	<b>Sec. 106. CHILD WELFARE SERVICES</b>	
4	Full-time equated classified positions .....	3,835.2
5	Children's services administration--166.0 FTE	
6	positions.....	\$ 18,637,200
7	Title IV-E compliance and accountability office--4.0	
8	FTE positions.....	412,000
9	Child welfare institute staff--45.0 FTE positions ....	4,698,100
10	Child welfare institute program .....	2,989,300
11	Child welfare field staff - caseload compliance--	
12	2,511.0 FTE positions.....	225,483,300
13	Child welfare field staff - noncaseload compliance--	
14	320.0 FTE positions.....	32,881,200
15	Education planners--15.0 FTE positions .....	1,485,300
16	Peer coaches--45.5 FTE positions .....	5,567,700
17	Child welfare first line supervisors--578.0 FTE	
18	positions.....	70,618,000
19	Second line supervisors and technical staff--54.0 FTE	
20	positions.....	8,650,900
21	Permanency resource managers--28.0 FTE positions ....	3,095,400
22	Contractual services, supplies, and materials .....	9,274,000
23	Settlement monitor .....	1,885,800
24	Foster care payments .....	189,048,900
25	Guardianship assistance program .....	8,807,000
26	Child care fund.....	181,448,900
27	Child care fund administration staff--6.2 FTE	



1	positions.....	760,300
2	Child care fund administration program .....	27,800
3	Adoption subsidies .....	238,884,600
4	Adoption support services staff--10.0 FTE positions ..	896,200
5	Adoption support services program .....	25,997,400
6	Youth in transition staff--4.5 FTE positions .....	475,700
7	Youth in transition program .....	14,431,200
8	Child welfare medical/psychiatric evaluations .....	8,735,500
9	Psychotropic oversight .....	618,200
10	Performance based funding implementation--3.0 FTE	
11	positions.....	1,272,100
12	Serious emotional disturbance mental health services .	6,340,500
13	Interstate compact .....	179,600
14	Strong families/safe children .....	12,350,100
15	Family preservation and prevention services	
16	administration staff--9.0 FTE positions .....	951,800
17	Family preservation and prevention services	
18	administration program.....	311,300
19	Child abuse and neglect - children's justice act	
20	staff--1.0 FTE position.....	101,700
21	Child abuse and neglect - children's justice act	
22	program.....	517,400
23	Children's trust fund staff--12.0 FTE positions .....	899,400
24	Children's trust fund program .....	2,222,700
25	Attorney general contract .....	4,224,900
26	Prosecuting attorney contracts .....	2,561,700
27	Child protection .....	873,900



1	Child protection and permanency staff--23.0 FTE	
2	positions.....	1,066,900
3	Child protection and permanency program .....	11,323,800
4	Family reunification program .....	6,240,200
5	Family preservation and prevention services programs .	1,000,000
6	Families first .....	<u>16,476,600</u>
7	GROSS APPROPRIATION .....	\$ 1,124,724,500
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from department of education .....	89,100
11	Federal revenues:	
12	Social security act, temporary assistance for needy	
13	families.....	276,216,200
14	Capped federal revenues .....	111,988,000
15	Total other federal revenues .....	257,438,100
16	Special revenue funds:	
17	Private - collections .....	2,452,400
18	Local funds - county chargeback .....	16,517,200
19	Children's trust fund .....	2,076,900
20	State general fund/general purpose .....	\$ 457,946,600
21	<b>Sec. 107. JUVENILE JUSTICE SERVICES</b>	
22	Full-time equated classified positions .....	181.0
23	W.J. Maxey Training School staff--69.0 FTE positions .	\$ 8,416,400
24	W.J. Maxey Training School program .....	1,079,500
25	Bay Pines Center staff--42.0 FTE positions .....	4,265,100
26	Bay Pines Center program .....	558,000
27	Shawono Center staff--42.0 FTE positions .....	4,443,900



1	Shawono Center program .....	464,300
2	County juvenile officers .....	3,904,300
3	Community support services staff--3.0 FTE positions ..	303,900
4	Community support services program .....	1,794,000
5	Juvenile justice administration and maintenance	
6	staff--22.0 FTE positions .....	2,092,600
7	Juvenile justice administration and maintenance	
8	program.....	1,499,200
9	Juvenile accountability block grant staff--0.5 FTE	
10	position.....	50,900
11	Juvenile accountability block grant program .....	1,230,400
12	Committee on juvenile justice administration staff--	
13	2.5 FTE position.....	247,900
14	Committee on juvenile justice administration program .	95,600
15	Committee on juvenile justice grants .....	3,000,000
16	In-home community care .....	400,000
17	Juvenile justice vision 20/20 .....	<u>100</u>
18	GROSS APPROPRIATION .....	\$ 33,846,100
19	Appropriated from:	
20	Federal revenues:	
21	Capped federal revenues .....	5,886,400
22	Special revenue funds:	
23	Local funds - state share education funds .....	2,189,900
24	Local funds - county chargeback .....	9,248,900
25	State general fund/general purpose .....	\$ 16,520,900
26	<b>Sec. 108. FIELD OPERATIONS AND SUPPORT SERVICES</b>	
27	Full-time equated classified positions .....	6,063.5



1	Public assistance field staff--4,693.5 FTE positions .	\$	463,295,300
2	Contractual services, supplies, and materials .....		17,224,900
3	Healthy Michigan plan administration .....		13,961,300
4	Medical/psychiatric evaluations .....		1,420,100
5	Donated funds positions staff--538.0 FTE positions ...		58,802,600
6	Donated funds positions program .....		1,345,000
7	Training and program support staff--17.0 FTE positions		1,774,900
8	Training and program support program .....		272,800
9	Volunteer services and reimbursement .....		942,400
10	Field policy and administration staff--66.0 FTE		
11	positions.....		8,252,000
12	Field policy and administration program .....		142,000
13	Nutrition education--2.0 FTE positions .....		23,036,600
14	Employment and training support services .....		4,219,100
15	Michigan rehabilitation services staff--526.0 FTE		
16	positions.....		52,895,600
17	Michigan rehabilitation services program .....		92,959,800
18	Independent living .....		4,788,600
19	Wage employment verification reporting .....		847,300
20	Electronic benefit transfer .....		8,509,000
21	Administrative support workers--221.0 FTE positions ..		<u>12,453,700</u>
22	GROSS APPROPRIATION .....	\$	767,143,000
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of corrections .....		100,000
26	IDG from department of education .....		7,503,700
27	Federal revenues:		



1	Social security act, temporary assistance for needy	
2	families.....	132,010,900
3	Capped federal revenues .....	134,257,100
4	Federal supplemental security income .....	8,588,600
5	Total other federal revenues .....	240,674,500
6	Special revenue funds:	
7	Local funds .....	10,934,300
8	Local vocational rehabilitation match .....	6,534,600
9	Private funds - donated funds .....	18,199,000
10	Private - gifts, bequeaths, and donations .....	1,854,600
11	Rehabilitation service fees .....	1,442,000
12	Second injury fund .....	149,400
13	State general fund/general purpose .....	\$ 204,894,300
14	<b>Sec. 109. DISABILITY DETERMINATION SERVICES</b>	
15	Full-time equated classified positions .....	587.4
16	Disability determination operations staff--583.3 FTE	
17	positions.....	\$ 78,646,900
18	Disability determination operations program .....	30,773,000
19	Retirement disability determination staff--4.1 FTE	
20	positions.....	449,000
21	Retirement disability determination program .....	<u>142,200</u>
22	GROSS APPROPRIATION .....	\$ 110,011,100
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from DTMB - office of retirement services .....	763,800
26	Federal revenues:	
27	Total federal revenues .....	106,009,400



1	State general fund/general purpose .....	\$	3,237,900
2	<b>Sec. 110. PUBLIC ASSISTANCE</b>		
3	Full-time equated classified positions .....	8.0	
4	Family independence program .....	\$	137,870,300
5	State disability assistance payments .....		9,894,400
6	Food assistance program benefits .....		2,561,003,400
7	State supplementation .....		63,135,000
8	State supplementation administration .....		2,381,100
9	Low-income home energy assistance program .....		174,951,600
10	Michigan energy assistance program staff--1.0 FTE		
11	position.....		449,000
12	Michigan energy assistance program .....		49,551,000
13	Food bank council of Michigan .....		1,795,000
14	Multicultural integration funding .....		2,765,500
15	Indigent burial .....		4,400,000
16	Emergency services local office allocations .....		11,008,500
17	Refugee assistance program staff--7.0 FTE positions ..		816,900
18	Refugee assistance program .....		<u>27,149,700</u>
19	GROSS APPROPRIATION .....	\$	3,047,171,400
20	Appropriated from:		
21	Federal revenues:		
22	Social security act, temporary assistance for needy		
23	families.....		57,176,200
24	Capped federal revenues .....		203,105,100
25	Total other federal revenues .....		2,555,511,000
26	Special revenue funds:		
27	Child support collections .....		14,745,600



1	Low-income energy assistance fund .....	50,000,000
2	Supplemental security income recoveries .....	5,763,600
3	Merit award trust fund .....	30,100,000
4	Public assistance recoupment revenue .....	7,010,000
5	State general fund/general purpose .....	\$ 123,759,900
6	<b>Sec. 111. INFORMATION TECHNOLOGY</b>	
7	Information technology services and projects .....	\$ 114,969,100
8	Child support automation .....	<u>41,877,600</u>
9	GROSS APPROPRIATION .....	\$ 156,846,700
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDG from department of education .....	1,134,800
13	Federal revenues:	
14	Social security act, temporary assistance for needy	
15	families.....	14,643,400
16	Capped federal revenues .....	19,103,500
17	Total other federal revenues .....	68,044,000
18	State general fund/general purpose .....	\$ 53,921,000

19 PART 2  
 20 PROVISIONS CONCERNING APPROPRIATIONS  
 21 FOR FISCAL YEAR 2015-2016

22 **GENERAL SECTIONS**

23 Sec. 201. Pursuant to section 30 of article IX of the state  
 24 constitution of 1963, total state spending from state resources



1 under part 1 for fiscal year 2015-2016 is \$1,085,789,800.00 and  
 2 state spending from state resources to be paid to local units of  
 3 government for fiscal year 2015-2016 is \$101,973,200.00. The  
 4 itemized statement below identifies appropriations from which  
 5 spending to local units of government will occur:

6 DEPARTMENT OF HUMAN SERVICES

7	Child care fund .....	\$	97,822,200
8	County juvenile officers .....		3,100,000
9	State disability assistance payments .....		1,039,300
10	Family independence program .....		11,700
11	TOTAL .....	\$	<u>101,973,200</u>

12 Sec. 202. The appropriations authorized under this part are  
 13 subject to the management and budget act, 1984 PA 431, MCL 18.1101  
 14 to 18.1594.

15 Sec. 203. As used in this part and part 1:

- 16 (a) "AFC" means adult foster care.
- 17 (b) "Current fiscal year" means the fiscal year ending  
 18 September 30, 2016.
- 19 (c) "Department" means the department of human services.
- 20 (d) "Director" means the director of the department of human  
 21 services.
- 22 (e) "FTE" means full-time equated.
- 23 (f) "IDG" means interdepartmental grant.
- 24 (g) "MiCAFE" means Michigan's coordinated access to food for  
 25 the elderly.
- 26 (h) "PATH" means partnership. accountability. training. hope.
- 27 (i) "Previous fiscal year" means the fiscal year ending



1 September 30, 2015.

2 (j) "Settlement" means the settlement agreement entered in the  
3 case of Dwayne B. v Snyder, docket no. 2:06-cv-13548 in the United  
4 States district court for the eastern district of Michigan.

5 (k) "Temporary assistance for needy families" or "TANF" or  
6 "title IV-A" means part A of title IV of the social security act,  
7 42 USC 601 to 619.

8 (l) "Title IV-D" means part D of title IV of the social  
9 security act, 42 USC 651 to 669b.

10 (m) "Title IV-E" means part E of title IV of the social  
11 security act, 42 USC 670 to 679c.

12 Sec. 204. The civil service commission shall bill departments  
13 and agencies at the end of the first fiscal quarter for the 1%  
14 charge authorized by section 5 of article XI of the state  
15 constitution of 1963. Payments shall be made for the total amount  
16 of the billing by the end of the second fiscal quarter.

17 Sec. 205. Pursuant to section 1b of the social welfare act,  
18 1939 PA 280, MCL 400.1b, the department shall treat part 1 and this  
19 part as a time-limited addendum to the social welfare act, 1939 PA  
20 280, MCL 400.1 to 400.119b.

21 Sec. 206. (1) For each new program or program expansion for  
22 which funds in excess of \$500,000.00 are appropriated in part 1,  
23 the department shall identify specific benchmarks intended to  
24 measure the performance or return on taxpayer investment of the  
25 program and its associated expenditures. Both of the following  
26 apply to the benchmarks:

27 (a) By November 1, 2015, the department shall report the



1 proposed benchmarks to the house and senate appropriations  
2 subcommittees on the department budget, the house and senate fiscal  
3 agencies, and the state budget director.

4 (b) The department shall provide an update on its progress in  
5 achieving the benchmarks at an appropriations subcommittee meeting  
6 called for the purpose of discussing benchmarks and their status.

7 (2) It is the intent of the legislature that, beginning with  
8 the budget for the fiscal year ending September 30, 2016, any  
9 proposal for a new program or an expansion of an existing program  
10 in excess of \$500,000.00 initiated by the executive branch or the  
11 legislature will include, as part of the original proposal or  
12 budget request, a list of benchmarks intended to measure the  
13 performance or return on taxpayer investment of the program or  
14 spending increase.

15 Sec. 207. (1) Sanctions, suspensions, conditions for  
16 provisional license status, and other penalties shall not be more  
17 stringent for private service providers than for public entities  
18 performing equivalent or similar services.

19 (2) Neither the department nor private service providers or  
20 licensees shall be granted preferential treatment or considered  
21 automatically to be in compliance with administrative rules based  
22 on whether they have collective bargaining agreements with direct  
23 care workers. Private service providers or licensees without  
24 collective bargaining agreements shall not be subjected to  
25 additional requirements or conditions of licensure based on their  
26 lack of collective bargaining agreements.

27 Sec. 208. Unless otherwise specified, the department shall use



1 the Internet to fulfill the reporting requirements of this part.  
2 This requirement shall include transmission of reports via  
3 electronic mail to the recipients identified for each reporting  
4 requirement, and it shall include placement of reports on the  
5 Internet.

6 Sec. 209. Funds appropriated in part 1 shall not be used for  
7 the purchase of foreign goods or services, or both, if  
8 competitively priced and of comparable quality American goods or  
9 services, or both, are available. Preference should be given to  
10 goods or services, or both, manufactured or provided by Michigan  
11 businesses, if they are competitively priced and of comparable  
12 quality. In addition, preference should be given to goods or  
13 services, or both, that are manufactured or provided by Michigan  
14 businesses owned and operated by veterans, if they are  
15 competitively priced and of comparable quality.

16 Sec. 211. Funds appropriated in part 1 shall not be used by a  
17 principal executive department, state agency, or authority to hire  
18 a person to provide legal services that are the responsibility of  
19 the attorney general. This prohibition does not apply to legal  
20 services for bonding activities and for those outside services that  
21 the attorney general authorizes.

22 Sec. 212. (1) In addition to funds appropriated in part 1 for  
23 all programs and services, there is appropriated for write-offs of  
24 accounts receivable, deferrals, and for prior year obligations in  
25 excess of applicable prior year appropriations, an amount equal to  
26 total write-offs and prior year obligations, but not to exceed  
27 amounts available in prior year revenues or current year revenues



1 that are in excess of the authorized amount.

2 (2) The department's ability to satisfy appropriation fund  
3 sources in part 1 shall not be limited to collections and accruals  
4 pertaining to services provided in the current fiscal year, but  
5 shall also include reimbursements, refunds, adjustments, and  
6 settlements from prior years.

7 Sec. 213. The department may retain all of the state's share  
8 of food assistance overissuance collections as an offset to general  
9 fund/general purpose costs. Retained collections shall be applied  
10 against federal funds deductions in all appropriation units where  
11 department costs related to the investigation and recoupment of  
12 food assistance overissuances are incurred. Retained collections in  
13 excess of such costs shall be applied against the federal funds  
14 deducted in the executive operations appropriation unit.

15 Sec. 214. On a quarterly basis, the department shall report on  
16 the number of FTEs in pay status by type of staff.

17 Sec. 215. If a legislative objective of this part or of a bill  
18 or amendment to a bill to amend the social welfare act, 1939 PA  
19 280, MCL 400.1 to 400.119b, cannot be implemented because  
20 implementation would conflict with or violate federal regulations,  
21 the department shall notify the state budget director, the chairs  
22 of the house and senate subcommittees on the department budget, and  
23 the house and senate fiscal agencies and policy offices of that  
24 fact.

25 Sec. 217. The departments and agencies receiving  
26 appropriations in part 1 shall prepare a report on out-of-state  
27 travel expenses not later than January 1 of each year. The travel



1 report shall be a listing of all travel by classified and  
2 unclassified employees outside this state in the immediately  
3 preceding fiscal year that was funded in whole or in part with  
4 funds appropriated in the department's budget. The report shall be  
5 submitted to the house and senate appropriations committees, the  
6 house and senate fiscal agencies, and the state budget director.  
7 The report shall include the following information:

8 (a) The dates of each travel occurrence.

9 (b) The transportation and related costs of each travel  
10 occurrence, including the proportion funded with state general  
11 fund/general purpose revenues, the proportion funded with state  
12 restricted revenues, the proportion funded with federal revenues,  
13 and the proportion funded with other revenues.

14 Sec. 218. From the funds appropriated in part 1 for travel  
15 reimbursements to employees, the department shall allocate up to  
16 \$100,000.00 toward reimbursing counties for the out-of-pocket  
17 travel costs of the local county department board members and  
18 county department directors to attend 1 meeting per year of the  
19 Michigan County Social Services Association.

20 Sec. 219. The department shall cooperate with the department  
21 of technology, management, and budget to maintain a searchable  
22 website accessible by the public at no cost that includes, but is  
23 not limited to, all of the following for each department or agency:

24 (a) Fiscal year-to-date expenditures by category.

25 (b) Fiscal year-to-date expenditures by appropriation unit.

26 (c) Fiscal year-to-date payments to a selected vendor,  
27 including the vendor name, payment date, payment amount, and



1 payment description.

2 (d) The number of active department employees by job  
3 classification.

4 (e) Job specifications and wage rates.

5 Sec. 220. The department shall ensure that faith-based  
6 organizations are able to apply and compete for services, programs,  
7 or contracts that they are qualified and suitable to fulfill. The  
8 department shall not disqualify faith-based organizations solely on  
9 the basis of the religious nature of their organization or their  
10 guiding principles or statements of faith.

11 Sec. 221. If the revenue collected by the department from  
12 private and local sources exceeds the amount spent from amounts  
13 appropriated in part 1, the revenue may be carried forward, with  
14 approval from the state budget director, into the subsequent fiscal  
15 year.

16 Sec. 222. (1) The department shall provide written  
17 notification to the chairpersons of the senate and house  
18 appropriations subcommittees on the budget for the department of  
19 any policy changes at least 30 days before the implementation date.

20 (2) The department shall make the entire policy and procedures  
21 manual available and accessible to the public via the department  
22 website.

23 (3) The department shall report no later than April 1 of the  
24 current fiscal year on each specific policy change made to  
25 implement a public act affecting the department that took effect  
26 during the prior calendar year to the house and senate  
27 appropriations subcommittees on the budget for the department, the



1 joint committee on administrative rules, and the senate and house  
2 fiscal agencies. The department shall attach each policy bulletin  
3 issued during the prior calendar year to this report.

4       Sec. 229. Unless already provided in the previous fiscal year,  
5 the department shall submit to the senate and house appropriations  
6 subcommittees on the department budget, the senate and house fiscal  
7 agencies, the senate and house policy offices, and the state budget  
8 office by March 1 of the current fiscal year a report on the  
9 recommendations of the workgroup on aligning spending on Michigan  
10 Works! job readiness programs with the declining family  
11 independence program caseload. The report shall include, but is not  
12 limited to, the proposed amount of TANF funding provided to  
13 Michigan Works!

14       Sec. 234. The department shall include specific outcome and  
15 performance reporting requirements in the interagency agreement  
16 with the Michigan strategic fund for TANF funding to provide job  
17 readiness and welfare-to-work programming. TANF funding provided to  
18 the Michigan strategic fund in the current fiscal year is  
19 contingent on compliance with the data and reporting requirements  
20 described in this section. The interagency agreement must require  
21 the Michigan strategic fund to provide all of the following items  
22 by December 1 of the current fiscal year for the previous year:

23       (a) An itemized spending report on TANF funding, including all  
24 of the following:

25       (i) Direct services to clients.

26       (ii) Administrative expenditures.

27       (b) The number of family independence program (FIP) clients



1 served through the TANF funding, including all of the following:

2 (i) The number and percentage who obtained employment through  
3 Michigan Works!

4 (ii) The number and percentage who fulfilled their TANF work  
5 requirement through other job readiness programming.

6 (iii) Average TANF spending per client.

7 (iv) The number and percentage of clients who were referred to  
8 Michigan Works! but did not receive a job or job readiness  
9 placement and the reasons why.

10 Sec. 240. The department shall notify the house and senate  
11 appropriations subcommittees on the department budget, the house  
12 and senate fiscal agencies, and the house and senate policy offices  
13 of any changes to a child welfare master contract not less than 30  
14 days before the change takes effect.

15 Sec. 250. Amounts appropriated in part 1 for information  
16 technology may be designated as work projects and carried forward  
17 to support technology projects under the direction of the  
18 department of technology, management, and budget. Funds designated  
19 in this manner are not available for expenditure until approved as  
20 work projects under section 451a of the management and budget act,  
21 1984 PA 431, MCL 18.1451a.

22 Sec. 264. The department shall not take disciplinary action  
23 against an employee for communicating with a member of the  
24 legislature or his or her staff.

25 Sec. 265. Within 14 days after the release of the executive  
26 budget recommendation, the department shall cooperate with the  
27 state budget office to provide the senate and house appropriations



1 chairs, the senate and house appropriations subcommittees chairs,  
2 and the senate and house fiscal agencies with an annual report on  
3 estimated state restricted fund balances, state restricted fund  
4 projected revenues, and state restricted fund expenditures for the  
5 fiscal years ending September 30, 2015 and September 30, 2016.

6 Sec. 274. (1) The department, in collaboration with the state  
7 budget office, shall submit to the house and senate appropriations  
8 subcommittees on the department budget, the house and senate fiscal  
9 agencies, and the house and senate policy offices 1 week after the  
10 governor submits to the legislature the budget for the ensuing  
11 fiscal year a report on spending and revenue projections for each  
12 of the capped federal funds listed below. The report shall contain  
13 actual spending and revenue in the previous fiscal year, spending  
14 and revenue projections for the current fiscal year as enacted, and  
15 spending and revenue projections within the executive budget  
16 proposal for the fiscal year beginning October 1, 2015 for each  
17 individual line item for the department budget. The report shall  
18 also include federal funds transferred to other departments. The  
19 capped federal funds shall include, but not be limited to, all of  
20 the following:

- 21 (a) TANF.  
22 (b) Title XX social services block grant.  
23 (c) Title IV-B part I child welfare services block grant.  
24 (d) Title IV-B part II promoting safe and stable families  
25 funds.  
26 (e) Low-income home energy assistance program.

27 (2) By February 15 of the current fiscal year, the department



1 shall prepare an annual report of its efforts to identify  
2 additional TANF maintenance of effort sources and rationale for any  
3 increases or decreases from all of the following, but not limited  
4 to:

- 5 (a) Other departments.
- 6 (b) Local units of government.
- 7 (c) Private sources.

8 Sec. 279. (1) All master contracts relating to human services  
9 shall be performance-based contracts that employ a client-centered  
10 results-oriented process that is based on measurable performance  
11 indicators and desired outcomes and includes the annual assessment  
12 of the quality of services provided.

13 (2) By February 1 of the current fiscal year, the department  
14 shall provide the senate and house appropriations subcommittees on  
15 the department budget, the senate and house fiscal agencies and  
16 policy offices, and the state budget office a report detailing  
17 measurable performance indicators, desired outcomes, and an  
18 assessment of the quality of services provided by the department  
19 during the previous fiscal year.

20 Sec. 284. (1) In addition to the funds appropriated in part 1,  
21 there is appropriated an amount not to exceed \$200,000,000.00 for  
22 federal contingency funds. These funds are not available for  
23 expenditure until they have been transferred to another line item  
24 in part 1 under section 393(2) of the management and budget act,  
25 1984 PA 431, MCL 18.1393. These funds shall not be made available  
26 to increase TANF authorization.

27 (2) In addition to the funds appropriated in part 1, there is



1 appropriated an amount not to exceed \$5,000,000.00 for state  
2 restricted contingency funds. These funds are not available for  
3 expenditure until they have been transferred to another line item  
4 in part 1 under section 393(2) of the management and budget act,  
5 1984 PA 431, MCL 18.1393.

6 (3) In addition to the funds appropriated in part 1, there is  
7 appropriated an amount not to exceed \$20,000,000.00 for local  
8 contingency funds. These funds are not available for expenditure  
9 until they have been transferred to another line item in part 1  
10 under section 393(2) of the management and budget act, 1984 PA 431,  
11 MCL 18.1393.

12 (4) In addition to the funds appropriated in part 1, there is  
13 appropriated an amount not to exceed \$20,000,000.00 for private  
14 contingency funds. These funds are not available for expenditure  
15 until they have been transferred to another line item in part 1  
16 under section 393(2) of the management and budget act, 1984 PA 431,  
17 MCL 18.1393.

18 Sec. 290. Any public advertisement for state assistance shall  
19 also inform the public of the welfare fraud hotline operated by the  
20 department.

21 Sec. 292. By the first day of each month of the current fiscal  
22 year, the department shall report on the status of the merger,  
23 executed under Executive Order No. 2015-4, of the department of  
24 community health and the department of human services to create the  
25 department of health and human services. The report shall be  
26 provided to the house and senate appropriations subcommittees on  
27 community health, the house and senate appropriations subcommittees



1 on human services, and the house and senate fiscal agencies. The  
2 report shall include, but not be limited to, the current status of  
3 FTE positions, facilities in use, services including restructuring  
4 or consolidation, efficiencies, and estimated savings or costs  
5 associated with the merger. The report shall indicate changes from  
6 the prior report.

7       Sec. 296. Not later than November 30, the state budget office  
8 shall prepare and transmit a report that provides for estimates of  
9 the total general fund/general purpose appropriation lapses at the  
10 close of the prior fiscal year. This report shall summarize the  
11 projected year-end general fund/general purpose appropriation  
12 lapses by major departmental program or program areas. The report  
13 shall be transmitted to the chairpersons of the senate and house  
14 appropriations committees and the senate and house fiscal agencies.

15       Sec. 297. Total authorized appropriations from all sources  
16 under part 1 for legacy costs for the fiscal year ending September  
17 30, 2016 is \$271,619,000.00. From this amount, total agency  
18 appropriations for pension-related legacy costs are estimated at  
19 \$154,170,400.00. Total agency appropriations for retiree health  
20 care legacy costs are estimated at \$117,448,600.00.

21       Sec. 298. By March 1 of the current fiscal year, the  
22 department shall provide to the senate and house appropriations  
23 subcommittees on the department budget, the senate and house fiscal  
24 agencies, and the senate and house policy offices an annual report  
25 on the supervisor-to-staff ratio by department divisions and  
26 subdivisions.

27       Sec. 299. The department shall maintain, on a publicly



1 accessible website, a department scorecard that identifies, tracks,  
2 and regularly updates key metrics that are used to monitor and  
3 improve the department's performance.

#### 4 **DEPARTMENTWIDE ADMINISTRATION**

5       Sec. 307. (1) From the funds appropriated in part 1 for  
6 demonstration projects, \$400,000.00 shall be distributed as  
7 provided in subsection (2). The amount distributed under this  
8 subsection shall not exceed 50% of the total operating expenses of  
9 the program described in subsection (2), with the remaining 50%  
10 paid by local United Way organizations and other nonprofit  
11 organizations and foundations.

12       (2) Funds distributed under subsection (1) shall be  
13 distributed to Michigan 2-1-1, a nonprofit corporation organized  
14 under the laws of this state that is exempt from federal income tax  
15 under section 501(c)(3) of the internal revenue code, 26 USC  
16 501(c)(3), and whose mission is to coordinate and support a  
17 statewide 2-1-1 system. Michigan 2-1-1 shall use the funds only to  
18 fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1  
19 in January 2005.

20       (3) Michigan 2-1-1 shall refer to the department any calls  
21 received reporting fraud, waste, or abuse of state-administered  
22 public assistance.

23       (4) Michigan 2-1-1 shall report annually to the department and  
24 the house and senate standing committees with primary jurisdiction  
25 over matters relating to human services and telecommunications on  
26 2-1-1 system performance, including, but not limited to, call



1 volume by community health and human service needs and unmet needs  
2 identified through caller data and customer satisfaction metrics.

3 Sec. 310. It is the intent of the legislature that the  
4 department shall work with youth-oriented nonprofit organizations  
5 to provide mentoring programming for children of incarcerated  
6 parents and other at-risk children.

7 Sec. 315. The department, in conjunction with the department  
8 of community health, organizations representing disabled and  
9 elderly adults, representatives of assisted living facilities, and  
10 the legislature, shall conduct a workgroup that explores licensing  
11 standards and practices and performance measures for facilities  
12 providing adult assisted living services in order to ensure safe,  
13 adequately supervised, and protective environments for those  
14 individuals and families seeking assisted living services.

15 Sec. 316. From the funds appropriated in part 1 for terminal  
16 leave payouts and other employee costs, the department shall not  
17 spend in excess of its annual gross appropriation unless it  
18 identifies and requests a legislative transfer from another  
19 budgetary line item supporting administrative costs, as provided by  
20 section 393(2) of the management and budget act, 1984 PA 431, MCL  
21 18.1393.

22 Sec. 317. (1) From the additional funds appropriated in part 1  
23 for child care licensure from the interdepartmental grant from the  
24 department of education, the department shall increase the number  
25 of child care licensing consultants and staff. The purpose of the  
26 additional staff is to increase the number of monitoring visits to  
27 applicants for a child care license and those who are licensed to



1 ensure the health and safety of children in early learning settings  
2 across the state.

3 (2) By February 1 of the current fiscal year, the department  
4 shall submit a report to the senate and house appropriations  
5 subcommittees on the department budget, the senate and house fiscal  
6 agencies, and the senate and house policy offices detailing the  
7 improvements that the child care licensure program has achieved due  
8 to the increased number of child care licensing consultants who  
9 were hired with the additional funds appropriated in part 1 for  
10 child care licensure.

#### 11 **ADULT PROTECTIVE AND SUPPORT SERVICES**

12 Sec. 401. (1) All funds appropriated in part 1 for independent  
13 living shall be used to support centers for independent living in  
14 delivering mandated independent living core services in compliance  
15 with federal rules and regulations for the centers, by existing  
16 centers for independent living to serve underserved areas, and for  
17 projects to build the capacity of centers for independent living to  
18 deliver independent living services. Applications for the funds  
19 shall be reviewed in accordance with criteria and procedures  
20 established by the department. Funds shall be used in a manner  
21 consistent with the state plan for independent living. Services  
22 provided should assist people with disabilities to move toward  
23 self-sufficiency, including support for accessing transportation  
24 and health care, obtaining employment, community living, nursing  
25 home transition, information and referral services, education,  
26 youth transition services, veterans, and stigma reduction



1 activities.

2 (2) The Michigan centers for independent living shall provide  
3 a report by March 1 of the current fiscal year to the house and  
4 senate appropriations subcommittees on the department budget, the  
5 house and senate fiscal agencies, the house and senate policy  
6 offices, and the state budget office on direct customer and system  
7 outcomes and performance measures.

8 Sec. 402. The Michigan rehabilitation services shall work  
9 collaboratively with the bureau of services for blind persons,  
10 service organizations, and government entities to identify  
11 qualified match dollars to maximize use of available federal  
12 vocational rehabilitation funds.

13 Sec. 403. The department shall provide quarterly status  
14 reports by February 1, May 1, August 1, and November 1 to the house  
15 and senate appropriations subcommittees on the department budget,  
16 the house and senate fiscal agencies, and house and senate policy  
17 offices on the efforts taken to remedy and improve the deficiencies  
18 found in the most recent auditor general report of Michigan  
19 rehabilitation services. The reports shall include all of the  
20 following items:

21 (a) Reductions and changes in administration costs and  
22 staffing.

23 (b) Service delivery plans and implementation steps achieved.

24 (c) Reorganization plans and implementation steps achieved.

25 (d) Plans to integrate Michigan rehabilitative services  
26 programs into other services provided by the department.

27 (e) Quarterly expenditures by major spending category.



1 (f) Employment and job retention rates from both Michigan  
2 rehabilitation services and its nonprofit partners.

3 (g) Success rate of each district in achieving the program  
4 goals.

5 Sec. 405. It is the intent of the legislature that Michigan  
6 rehabilitation services shall not implement an order of selection  
7 for vocational and rehabilitative services.

8 Sec. 420. (1) From the funds appropriated in part 1, the  
9 department shall contract with the Prosecuting Attorneys  
10 Association of Michigan to provide the support and services  
11 necessary to increase the capability of the state's prosecutors,  
12 adult protective service system, and criminal justice system to  
13 effectively identify, investigate, and prosecute elder abuse and  
14 financial exploitation.

15 (2) By March 1 of the current fiscal year, the department  
16 shall provide a report on the efficacy of the contract to the state  
17 budget office, the house and senate appropriations subcommittees on  
18 the department budget, the house and senate fiscal agencies, and  
19 the house and senate policy offices.

20 Sec. 423. From the funds appropriated in part 1 for elder law  
21 of Michigan MiCAFE contract, the department shall allocate not less  
22 than \$350,000.00 to the Elder Law of Michigan MiCAFE to assist this  
23 state's elderly population to participate in the food assistance  
24 program. Of the \$350,000.00 allocated under this section, the  
25 department shall use \$175,000.00, which are general fund/general  
26 purpose funds, as state matching funds for not less than  
27 \$175,000.00 in United States Department of Agriculture funding to



1 provide outreach program activities, such as eligibility screen and  
2 information services, as part of a statewide food assistance  
3 hotline.

4 Sec. 425. From the funds appropriated in part 1, the  
5 department shall provide individuals not more than \$500.00 for  
6 vehicle repairs, including any repairs done in the previous 12  
7 months. However, the department may in its discretion pay for  
8 repairs up to \$900.00. Payments under this section shall include  
9 the combined total of payments made by the department and work  
10 participation program.

#### 11 **CHILD WELFARE SERVICES**

12 Sec. 501. (1) A goal is established that not more than 27% of  
13 all children in foster care at any given time during the current  
14 fiscal year will have been in foster care for 24 months or more.

15 (2) By March 1 of the current fiscal year, the department  
16 shall provide to the senate and house appropriations subcommittees  
17 on the department budget, the senate and house fiscal agencies, the  
18 senate and house policy offices, and the state budget office a  
19 report describing the steps that will be taken to achieve the  
20 specific goal established in this section and on the percentage of  
21 children who currently are in foster care and who have been in  
22 foster care a total of 24 or more months.

23 Sec. 502. From the funds appropriated in part 1 for foster  
24 care, the department shall provide 50% reimbursement to Indian  
25 tribal governments for foster care expenditures for children who  
26 are under the jurisdiction of Indian tribal courts and who are not



1 otherwise eligible for federal foster care cost sharing.

2       Sec. 503. (1) In accordance with the final report of the  
3 Michigan child welfare performance-based funding task force issued  
4 in response to section 503 of article X of 2013 PA 59, the  
5 department shall continue to develop actuarially sound case rates  
6 for necessary out-of-home child welfare services that achieve  
7 permanency by the department and private child placing agencies in  
8 a prospective payment system under a performance-based funding  
9 model.

10       (2) A prospective rate payment system for private agencies  
11 that includes funding for adoption incentive payments is the  
12 recommended funding model. The full cost prospective rate payment  
13 system will identify and cover contractual costs, paid through the  
14 case rate developed by an actuary.

15       (3) If not received in the previous fiscal year, the  
16 department shall provide a report on the cost analysis of the  
17 performance-based funding model to the senate and house  
18 appropriations subcommittees on the department budget.

19       (4) In accordance with the final report of the Michigan child  
20 welfare performance-based funding task force issued in response to  
21 section 503 of article X of 2013 PA 59, the department shall  
22 implement a 5-year independent, third-party evaluation of the  
23 performance-based funding model. The evaluator shall be selected  
24 through a competitive process by a rating committee that includes,  
25 but is not limited to, representatives from the department and  
26 private child placing agencies.

27       (5) The department shall create a readiness model with input



1 from private child welfare agencies, counties, and courts that  
2 gives direction to self-identified counties and the department  
3 regarding county participation before any further expansion of the  
4 performance-based funding model.

5 (6) For phase II, the department shall only phase the  
6 implementation of the performance-based funding model into  
7 additional counties where the department, private child welfare  
8 agencies, the county, and the court operating within that county  
9 have agreed to implement the performance-based funding model.

10 (7) The department, in conjunction with members from both the  
11 house of representatives and senate, private child placing  
12 agencies, the courts, and counties shall implement the fiscal year  
13 2014-2015 recommendations that are described in the workgroup  
14 report that was provided in section 503 of article X of 2013 PA 59  
15 to establish a performance-based funding for public and private  
16 child welfare services providers. The department shall provide a  
17 quarterly report on the status of the performance-based contracting  
18 model to the senate and house appropriations subcommittees on the  
19 department budget, the senate and house standing committees on  
20 families and human services, and the senate and house fiscal  
21 agencies and policy offices.

22 Sec. 505. By March 1 of the current fiscal year, the  
23 department and Wayne County shall provide to the senate and house  
24 appropriations committees on the department budget, the senate and  
25 house fiscal agencies and policy offices, and the state budget  
26 office a report for youth served in the previous fiscal year and in  
27 the first quarter of the current fiscal year outlining the number



1 of youth served within each juvenile justice system, the type of  
2 setting for each youth, performance outcomes, and financial costs  
3 or savings.

4 Sec. 507. The department's ability to satisfy appropriation  
5 deducts in part 1 for foster care private collections shall not be  
6 limited to collections and accruals pertaining to services provided  
7 only in the current fiscal year but may include revenues collected  
8 during the current fiscal year for services provided in prior  
9 fiscal years.

10 Sec. 508. (1) In addition to the amount appropriated in part 1  
11 for children's trust fund grants, money granted or money received  
12 as gifts or donations to the children's trust fund created by 1982  
13 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

14 (2) The department and the child abuse neglect and prevention  
15 board shall collaborate to ensure that administrative delays are  
16 avoided and the local grant recipients and direct service providers  
17 receive money in an expeditious manner. The department and board  
18 shall make available the children's trust fund contract funds to  
19 grantees within 31 days of the start date of the funded project.

20 Sec. 511. The department shall provide quarterly reports to  
21 the senate and house appropriations subcommittees on the department  
22 budget, the senate and house standing committees on families and  
23 human services, and the senate and house fiscal agencies and policy  
24 offices on the number and percentage of children who received  
25 timely health examinations after entry into foster care and the  
26 number and percentage of children entering foster care who received  
27 a required mental health examination after entry into foster care.



1           Sec. 513. (1) The department shall not expend funds  
2 appropriated in part 1 to pay for the direct placement by the  
3 department of a child in an out-of-state facility unless all of the  
4 following conditions are met:

5           (a) There is no appropriate placement available in this state  
6 as determined by the department interstate compact office.

7           (b) An out-of-state placement exists that is nearer to the  
8 child's home than the closest appropriate in-state placement as  
9 determined by the department interstate compact office.

10           (c) The out-of-state facility meets all of the licensing  
11 standards of this state for a comparable facility.

12           (d) The out-of-state facility meets all of the applicable  
13 licensing standards of the state in which it is located.

14           (e) The department has done an on-site visit to the out-of-  
15 state facility, reviewed the facility records, reviewed licensing  
16 records and reports on the facility, and believes that the facility  
17 is an appropriate placement for the child.

18           (2) The department shall not expend money for a child placed  
19 in an out-of-state facility without approval of the deputy director  
20 for children's services. The department shall notify the  
21 appropriate state agency in that state including the name of the  
22 out-of-state provider who accepted the placement.

23           (3) The department shall submit an annual report to the state  
24 court administrative office, the house and senate appropriations  
25 subcommittees on the department budget, the house and senate fiscal  
26 agencies, and the house and senate policy offices on the number of  
27 Michigan children residing in out-of-state facilities at the time



1 of the report, the total cost and average per diem cost of these  
2 out-of-state placements to this state, and a list of each such  
3 placement arranged by the Michigan county of residence for each  
4 child.

5 Sec. 514. The department shall make a comprehensive report  
6 concerning children's protective services (CPS) to the legislature,  
7 including the senate and house policy offices and the state budget  
8 director, by January 1 of the current fiscal year, that shall  
9 include all of the following:

10 (a) Statistical information including, at a minimum, all of  
11 the following:

12 (i) The total number of reports of child abuse or neglect  
13 investigated under the child protection law, 1975 PA 238, MCL  
14 722.621 to 722.638, and the number of cases classified under  
15 category I or category II and the number of cases classified under  
16 category III, category IV, or category V.

17 (ii) Characteristics of perpetrators of child abuse or neglect  
18 and the child victims, such as age, relationship, race, and  
19 ethnicity and whether the perpetrator exposed the child victim to  
20 drug activity, including the manufacture of illicit drugs, that  
21 exposed the child victim to substance abuse, a drug house, or  
22 methamphetamine.

23 (iii) The mandatory reporter category in which the individual  
24 who made the report fits, or other categorization if the individual  
25 is not within a group required to report under the child protection  
26 law, 1975 PA 238, MCL 722.621 to 722.638.

27 (iv) The number of cases that resulted in the separation of



1 the child from the parent or guardian and the period of time of  
2 that separation, up to and including termination of parental  
3 rights.

4 (v) For the reported complaints of child abuse or neglect by  
5 teachers, school administrators, and school counselors, the number  
6 of cases classified under category I or category II and the number  
7 of cases classified under category III, category IV, or category V.

8 (vi) For the reported complaints of child abuse or neglect by  
9 teachers, school administrators, and school counselors, the number  
10 of cases that resulted in separation of the child from the parent  
11 or guardian and the period of time of that separation, up to and  
12 including termination of parental rights.

13 (b) New policies related to children's protective services  
14 including, but not limited to, major policy changes and court  
15 decisions affecting the children's protective services system  
16 during the immediately preceding 12-month period.

17 (c) The information contained in the report required under  
18 section 8d(5) of the child protection law, 1975 PA 238, MCL  
19 722.628d, on cases classified under category III.

20 (d) The department policy, or changes to the department  
21 policy, regarding children who have been exposed to the production  
22 or manufacture of methamphetamines.

23 Sec. 515. By March 1, 2016, the department shall submit a  
24 report to the senate and house appropriations subcommittees on the  
25 department budget, the senate and house fiscal agencies, the senate  
26 and house policy offices, and the state budget office that provides  
27 an update on the privatization of child welfare services in Kent



1 County as described in section 515 of article X of 2013 PA 59 and  
2 includes all of the following:

- 3 (a) Costs or savings that resulted from the program.
- 4 (b) Gaps in funding.
- 5 (c) Program successes.
- 6 (d) Challenges and barriers to a successful implementation.

7 Sec. 519. The department shall permit any private agency that  
8 has an existing contract with this state to provide foster care  
9 services to be also eligible to provide treatment foster care  
10 services.

11 Sec. 522. (1) From the funds appropriated in part 1 for youth  
12 in transition, the department shall allocate \$750,000.00 for  
13 college scholarships through the fostering futures scholarship  
14 program in the Michigan education trust to youths who were in  
15 foster care because of child abuse or neglect and are attending a  
16 college located in this state. Of the funds appropriated, 100%  
17 shall be used to fund scholarships for the youths described in this  
18 section.

19 (2) Not later than March 1 of the current fiscal year, the  
20 department shall provide a report to the house and senate  
21 appropriations subcommittees on the department budget, the house  
22 and senate fiscal agencies, and the house and senate policy offices  
23 that includes the number of youths who received scholarships and  
24 the amount of each scholarship, and the total amount of funds spent  
25 or encumbered in the current fiscal year.

26 Sec. 523. (1) By February 15 of the current fiscal year, the  
27 department shall report on the families first, family



1 reunification, and families together building solutions family  
2 preservation programs to the senate and house appropriations  
3 subcommittees on the department budget, the senate and house fiscal  
4 agencies, the senate and house policy offices, and the state budget  
5 office. The report shall contain all of the following for each  
6 program:

7 (a) The average cost per recipient served.

8 (b) Measurable performance indicators.

9 (c) Desired outcomes or results and goals that can be measured  
10 on an annual basis, or desired results for a defined number of  
11 years.

12 (d) Monitored results.

13 (e) Innovations that may include savings or reductions in  
14 administrative costs.

15 (2) From the funds appropriated in part 1 for youth in  
16 transition and domestic violence prevention and treatment, the  
17 department is authorized to make allocations of TANF funds only to  
18 agencies that report necessary data to the department for the  
19 purpose of meeting TANF eligibility reporting requirements.

20 Sec. 524. As a condition of receiving funds appropriated in  
21 part 1 for strong families/safe children, counties must submit the  
22 service spending plan to the department by October 1 of the current  
23 fiscal year for approval. The department shall approve the service  
24 spending plan within 30 calendar days after receipt of a properly  
25 completed service spending plan.

26 Sec. 525. The department shall implement the same on-site  
27 evaluation processes for privately operated child welfare and



1 juvenile justice residential facilities as is used to evaluate  
2 state-operated facilities. Penalties for noncompliance shall be the  
3 same for privately operated child welfare and juvenile justice  
4 residential facilities and state-operated facilities.

5       Sec. 526. From the funds appropriated in part 1 for foster  
6 care payments and related administrative costs, the department may  
7 implement the federally approved title IV-E child welfare waiver  
8 demonstration project. As required under the waiver, any savings  
9 resulting from the demonstration project must be quantified and  
10 reinvested into child welfare programming.

11       Sec. 532. (1) The department, in collaboration with  
12 representatives of private child and family agencies, shall revise  
13 and improve the annual licensing review process and the annual  
14 contract compliance review process for child placing agencies and  
15 child caring institutions. The improvement goals shall be safety  
16 and care for children. Improvements to the review process shall be  
17 directed toward alleviating administrative burdens so that agency  
18 resources may be focused on children. The revision shall include  
19 identification of duplicative staff activities and information  
20 sought from child placing agencies and child caring institutions in  
21 the annual review process. The department shall report to the  
22 senate and house appropriations subcommittees on the department  
23 budget, the senate and house fiscal agencies and policy offices,  
24 and the state budget director on or before January 15 of the  
25 current fiscal year on the findings of the annual licensing review.

26       (2) The department shall conduct licensing reviews no more  
27 than once every 2 years for child placing agencies and child caring



1 institutions that are nationally accredited and have no outstanding  
2 violations.

3 Sec. 533. (1) The department shall make payments to child  
4 placing facilities for in-home and out-of-home care services and  
5 adoption services within 30 days of receiving all necessary  
6 documentation from those agencies.

7 (2) The department shall provide a report on the status of the  
8 implementation and operation of this section by February 15 of the  
9 current fiscal year.

10 Sec. 534. The department shall report to the senate and house  
11 appropriations subcommittees on the department budget, the senate  
12 and house fiscal agencies, the senate and house policy offices, and  
13 the state budget office by November 1 of the current fiscal year a  
14 report on the planning, implementation, and operation, regardless  
15 of the current operational status, of the statewide automated child  
16 welfare information system. The report shall include, but not be  
17 limited to, all of the following:

18 (a) Areas where implementation went as planned.

19 (b) The number of known issues.

20 (c) The average number of help tickets submitted per day.

21 (d) Any additional overtime or other staffing costs to address  
22 known issues and volume of help tickets.

23 (e) Any contract revisions to address known issues and volume  
24 of help tickets.

25 (f) Other strategies undertaken to improve implementation.

26 Sec. 540. If a physician or psychiatrist who is providing  
27 services to state or court wards placed in a residential facility



1 submits a formal request to the department to change the  
2 psychotropic medication of a ward, the department shall, if the  
3 ward is a state ward, make a determination on the proposed change  
4 within 7 business days after the request or, if the ward is a  
5 temporary court ward, seek parental consent within 7 business days  
6 after the request. If parental consent is not provided within 7  
7 business days, the department shall petition the court on the  
8 eighth business day.

9       Sec. 546. (1) From the funds appropriated in part 1 for foster  
10 care payments and from child care fund, the department shall pay  
11 providers of foster care services not less than a \$37.00  
12 administrative rate.

13       (2) From the funds appropriated in part 1 for foster care  
14 payments and from child care fund, the department shall pay  
15 providers of general independent living services not less than a  
16 \$28.00 administrative rate.

17       (3) From the funds appropriated in part 1, the department  
18 shall pay providers of independent living plus services statewide  
19 per diem rates for staff-supported housing and host-home housing  
20 based on proposals submitted in response to a solicitation for  
21 pricing. The independent living plus program provides staff-  
22 supported housing and services for foster youth ages 16 through 19  
23 who, because of their individual needs and assessments, are not  
24 initially appropriate for general independent living foster care.

25       (4) From the funds appropriated in part 1, the department  
26 shall pay providers of foster care services an additional \$3.00  
27 administrative rate, provided that section 117a of the social



1 welfare act, 1939 PA 280, MCL 400.117a, is amended to eliminate the  
2 county match rate for the additional administrative rate provided  
3 in this subsection. Payments under this subsection shall be made,  
4 not less than, on a monthly basis.

5 (5) If required by the federal government to meet title IV-E  
6 requirements, providers of foster care services shall submit  
7 quarterly expenditure reports to the department to identify actual  
8 costs of providing foster care services.

9 (6) From the funds appropriated in part 1, the department  
10 shall provide an increase to each private provider of residential  
11 services, if section 117a of the social welfare act, 1939 PA 280,  
12 MCL 400.117a, is amended to eliminate the county match rate for the  
13 additional rate provided in this section.

14 Sec. 547. From the funds appropriated in part 1 for the  
15 guardianship assistance program, the department shall pay a minimum  
16 rate that is not less than the approved age-appropriate payment  
17 rates for youth placed in family foster care.

18 Sec. 562. The department shall provide time and travel  
19 reimbursements for foster parents who transport a foster child to  
20 parent-child visitations. As part of the foster care parent  
21 contract, the department shall provide written confirmation to  
22 foster parents that states that the foster parents have the right  
23 to request these reimbursements for all parent-child visitations.  
24 The department shall provide these reimbursements within 60 days of  
25 receiving a request for eligible reimbursements from a foster  
26 parent.

27 Sec. 563. The department shall submit to the senate and house



1 appropriations subcommittees on the department budget, the senate  
2 and house fiscal agencies, the senate and house policy offices, and  
3 the state budget office by March 1 of the current fiscal year a  
4 report on the number and percentage of department employees who had  
5 a satisfactory performance evaluation and the number and percentage  
6 of department employees who had an unsatisfactory performance  
7 evaluation.

8       Sec. 564. (1) The department shall develop a clear policy for  
9 parent-child visitations. The local county offices, caseworkers,  
10 and supervisors shall meet a 50% success rate, after accounting for  
11 factors outside of the caseworker's control.

12       (2) Per the court-ordered number of required meetings between  
13 caseworkers and parent, the caseworkers shall achieve a success  
14 rate of 65%, after accounting for factors outside of the  
15 caseworker's control.

16       (3) By November 1 of the current fiscal year, the department  
17 shall provide to the senate and house appropriations subcommittees  
18 on the department budget, the senate and house fiscal agencies, and  
19 the senate and house policy offices an annual report on the  
20 percentage of success rate for parent-child visitations and court-  
21 ordered required meetings between caseworkers referenced in  
22 subsections (1) and (2) for the previous year.

23       Sec. 567. (1) The caseworker or supervisor who is assigned to  
24 a foster care case is responsible for completing a medical passport  
25 for the cases assigned to him or her. If a child in foster care is  
26 transferred to a new placement or returned to his or her parent's  
27 or guardian's home, the medical passport and any school records in



1 the caseworker's or supervisor's possession must be transferred  
2 within 2 weeks from the date of placement or return to the home.

3 (2) The department shall submit to the senate and house  
4 appropriations subcommittees on the department budget, the senate  
5 and house fiscal agencies, the senate and house policy offices, and  
6 the state budget office by March 1 of the current fiscal year a  
7 report on the items described in subsection (1), including the  
8 following:

9 (a) The percentage of medical passports that were properly  
10 filled out.

11 (b) From the total medical passports transferred, the  
12 percentage that transferred within 2 weeks from the date of  
13 placement or return to the home.

14 (c) From the total school records, the percentage that  
15 transferred within 2 weeks from the date of placement or return to  
16 the home.

17 Sec. 568. (1) From the funds appropriated in part 1 for  
18 adoption subsidies, the department shall pay a minimum adoption  
19 subsidy rate that is not less than 95% of the rate that was or  
20 would have been provided for the adoptee in family foster care at  
21 the time of the adoption. This rate includes the determination of  
22 care rate that was paid or would have been paid to the adoptive  
23 parent for the adoptee in a family foster care placement, and this  
24 amount shall be increased to reflect any increase in the standard  
25 age appropriate foster care rate.

26 (2) "Determination of care rate" as described in this section  
27 means a supplemental payment to the standard age appropriate foster



1 care rate that may be justified when extraordinary care or expense  
2 is required. The supplemental payment is based on 1 or more of the  
3 following case situations where additional care is required of the  
4 foster care provider or adoptive parent or an additional expense  
5 exists:

6 (a) Physically disabled children for whom the adoptive parent  
7 must provide measurably greater supervision and care.

8 (b) Children with special psychological or psychiatric needs  
9 that require extra time and measurably greater amounts of care and  
10 attention by the adoptive parent.

11 (c) Children requiring special diets that are more expensive  
12 than a normal diet and that require extra time and effort by the  
13 adoptive parent to obtain or prepare.

14 (d) Children whose severe acting-out or antisocial behavior  
15 requires a measurably greater amount of care and attention of the  
16 adoptive parent.

17 (3) The department shall, on a separate form, allow an  
18 adoptive parent to sign a certification that he or she rejects a  
19 support subsidy.

20 (4) If this section conflicts with state statute enacted  
21 subsequent to this part, the state statute controls.

22 Sec. 569. The department shall reimburse private child placing  
23 agencies that complete adoptions at the rate according to the date  
24 on which the petition for adoption and required support  
25 documentation was accepted by the court and not according to the  
26 date the court's order placing for adoption was entered.

27 Sec. 574. (1) From the funds appropriated in part 1 for foster



1 care payments, \$2,500,000.00 is allocated to support performance-  
2 based contracts with child placing agencies to facilitate the  
3 licensure of relative caregivers as foster parents. Agencies shall  
4 receive \$2,300.00 for each facilitated licensure if completed  
5 within 180 days after a child's placement or, if a waiver was  
6 previously approved, 180 days from the application date. If the  
7 facilitated licensure, or approved waiver, is completed after 180  
8 days, the agency shall receive up to \$2,300.00. The agency  
9 facilitating the licensure would retain the placement and continue  
10 to provide case management services for at least 50% of the newly  
11 licensed cases for which the placement was appropriate to the  
12 agency. Up to 50% of the newly licensed cases would have direct  
13 foster care services provided by the department.

14 (2) From the funds appropriated for foster care payments,  
15 \$375,000.00 is allocated to support family incentive grants to  
16 private and community-based foster care service providers to assist  
17 with home improvements or payment for physical exams for applicants  
18 needed by foster families to accommodate foster children.

19 Sec. 583. By February 1 of the current fiscal year, the  
20 department shall provide to the senate and house appropriations  
21 subcommittees on the department budget, the senate and house  
22 standing committees on families and human services, the senate and  
23 house fiscal agencies and policy offices, and the state budget  
24 office a report that includes:

25 (a) The number and percentage of foster parents that dropped  
26 out of the program in the previous fiscal year and the reasons the  
27 foster parents left the program and how those figures compare to



1 prior fiscal years.

2 (b) The number and percentage of foster parents successfully  
3 retained in the previous fiscal year and how those figures compare  
4 to prior fiscal years.

5 Sec. 585. The department shall make available at least 1 pre-  
6 service training class each month in which new caseworkers for  
7 private foster care and adoption agencies can enroll.

8 Sec. 587. (1) From the funds appropriated in part 1 to in-home  
9 community care programs including the funds designated as 1-time  
10 basis only, \$650,000.00 shall be used to expand or create new in-  
11 home care and community-based juvenile justice services to rural  
12 counties through a grant-making process. Counties that received  
13 funds for the purpose described in section 587 of article X of 2013  
14 PA 59 are not eligible to receive the funds in this section. The  
15 department shall expend the full amount of funds for the purpose  
16 described in this section by September 1 of the current fiscal  
17 year.

18 (2) By March 1 of the current fiscal year, the department  
19 shall submit a report that describes the program expansion and  
20 expenditures in detail to the senate and house appropriations  
21 subcommittees on the department budget, the senate and house fiscal  
22 agencies, and the senate and house policy offices.

23 Sec. 588. (1) Concurrently with public release, the department  
24 shall transmit all reports from the court-appointed settlement  
25 monitor, including, but not limited to, the needs assessment and  
26 period outcome reporting, to the state budget office, the senate  
27 and house appropriations subcommittees on the department budget,



1 and the senate and house fiscal agencies, without revision.

2 (2) The department shall report quarterly to the state budget  
3 office, the senate and house appropriations subcommittees on the  
4 department budget, and the senate and house fiscal agencies, on the  
5 number of children enrolled in the guardianship assistance and  
6 foster care - children with serious emotional disturbance waiver  
7 programs.

8 Sec. 589. (1) From the funds appropriated in part 1 for child  
9 care fund, the department shall pay 100% of the administrative rate  
10 for all new cases referred to providers of foster care services  
11 beginning on October 1, 2013.

12 (2) On a monthly basis, the department shall report on the  
13 number of all foster care cases administered by the department and  
14 all foster care cases administered by private providers.

## 15 **PUBLIC ASSISTANCE**

16 Sec. 601. Whenever a client agrees to the release of his or  
17 her name and address to the local housing authority, the department  
18 shall request from the local housing authority information  
19 regarding whether the housing unit for which vrending has been  
20 requested meets applicable local housing codes. Vrending shall be  
21 terminated for those units that the local authority indicates in  
22 writing do not meet local housing codes until such time as the  
23 local authority indicates in writing that local housing codes have  
24 been met.

25 Sec. 602. The department shall establish a policy to conduct a  
26 full evaluation of an individual's assistance needs if the



1 individual has applied for disability more than 1 time within a 1-  
2 year period.

3 Sec. 603. By November 1 of the current fiscal year, the  
4 department shall provide to the senate and house appropriations  
5 subcommittees on the department budget, the senate and house fiscal  
6 agencies, the senate and house policy offices, and the state budget  
7 office a report on the maximizing Medicaid claim workgroup findings  
8 and the steps taken to implement the action plan developed by the  
9 workgroup.

10 Sec. 604. (1) The department shall operate a state disability  
11 assistance program. Except as provided in subsection (3), persons  
12 eligible for this program shall include needy citizens of the  
13 United States or aliens exempted from the supplemental security  
14 income citizenship requirement who are at least 18 years of age or  
15 emancipated minors meeting 1 or more of the following requirements:

16 (a) A recipient of supplemental security income, social  
17 security, or medical assistance due to disability or 65 years of  
18 age or older.

19 (b) A person with a physical or mental impairment which meets  
20 federal supplemental security income disability standards, except  
21 that the minimum duration of the disability shall be 90 days.  
22 Substance abuse alone is not defined as a basis for eligibility.

23 (c) A resident of an adult foster care facility, a home for  
24 the aged, a county infirmary, or a substance abuse treatment  
25 center.

26 (d) A person receiving 30-day postresidential substance abuse  
27 treatment.



1 (e) A person diagnosed as having acquired immunodeficiency  
2 syndrome.

3 (f) A person receiving special education services through the  
4 local intermediate school district.

5 (g) A caretaker of a disabled person who meets the  
6 requirements specified in subdivision (a), (b), (e), or (f).

7 (2) Applicants for and recipients of the state disability  
8 assistance program shall be considered needy if they:

9 (a) Meet the same asset test as is applied for the family  
10 independence program.

11 (b) Have a monthly budgetable income that is less than the  
12 payment standards.

13 (3) Except for a person described in subsection (1)(c) or (d),  
14 a person is not disabled for purposes of this section if his or her  
15 drug addiction or alcoholism is a contributing factor material to  
16 the determination of disability. "Material to the determination of  
17 disability" means that, if the person stopped using drugs or  
18 alcohol, his or her remaining physical or mental limitations would  
19 not be disabling. If his or her remaining physical or mental  
20 limitations would be disabling, then the drug addiction or  
21 alcoholism is not material to the determination of disability and  
22 the person may receive state disability assistance. Such a person  
23 must actively participate in a substance abuse treatment program,  
24 and the assistance must be paid to a third party or through vendor  
25 payments. For purposes of this section, substance abuse treatment  
26 includes receipt of inpatient or outpatient services or  
27 participation in alcoholics anonymous or a similar program.



1           Sec. 605. The level of reimbursement provided to state  
2 disability assistance recipients in licensed adult foster care  
3 facilities shall be the same as the prevailing supplemental  
4 security income rate under the personal care category.

5           Sec. 606. County department offices shall require each  
6 recipient of family independence program and state disability  
7 assistance who has applied with the social security administration  
8 for supplemental security income to sign a contract to repay any  
9 assistance rendered through the family independence program or  
10 state disability assistance program upon receipt of retroactive  
11 supplemental security income benefits.

12           Sec. 607. (1) The department's ability to satisfy  
13 appropriation deductions in part 1 for state disability  
14 assistance/supplemental security income recoveries and public  
15 assistance recoupment revenues shall not be limited to recoveries  
16 and accruals pertaining to state disability assistance, or family  
17 independence assistance grant payments provided only in the current  
18 fiscal year, but may include revenues collected during the current  
19 year that are prior year related and not a part of the department's  
20 accrued entries.

21           (2) The department may use supplemental security income  
22 recoveries to satisfy the deduct in any line in which the revenues  
23 are appropriated, regardless of the source from which the revenue  
24 is recovered.

25           Sec. 608. Adult foster care facilities providing domiciliary  
26 care or personal care to residents receiving supplemental security  
27 income or homes for the aged serving residents receiving



1 supplemental security income shall not require those residents to  
2 reimburse the home or facility for care at rates in excess of those  
3 legislatively authorized. To the extent permitted by federal law,  
4 adult foster care facilities and homes for the aged serving  
5 residents receiving supplemental security income shall not be  
6 prohibited from accepting third-party payments in addition to  
7 supplemental security income provided that the payments are not for  
8 food, clothing, shelter, or result in a reduction in the  
9 recipient's supplemental security income payment.

10 Sec. 609. The state supplementation level under the  
11 supplemental security income program for the personal care/adult  
12 foster care and home for the aged categories shall not be reduced  
13 during the current fiscal year. The legislature shall be notified  
14 not less than 30 days before any proposed reduction in the state  
15 supplementation level.

16 Sec. 610. (1) In developing good cause criteria for the state  
17 emergency relief program, the department shall grant exemptions if  
18 the emergency resulted from unexpected expenses related to  
19 maintaining or securing employment.

20 (2) For purposes of determining housing affordability  
21 eligibility for state emergency relief, a group is considered to  
22 have sufficient income to meet ongoing housing expenses if their  
23 total housing obligation does not exceed 75% of their total net  
24 income.

25 (3) State emergency relief payments shall not be made to  
26 individuals who have been found guilty of fraud in regard to  
27 obtaining public assistance.



1 (4) State emergency relief payments shall not be made  
2 available to persons who are out-of-state residents or illegal  
3 immigrants.

4 (5) State emergency relief payments for rent assistance shall  
5 be distributed directly to landlords and shall not be added to  
6 Michigan bridge cards.

7 Sec. 611. The state supplementation level under the  
8 supplemental security income program for the living independently  
9 or living in the household of another categories shall not exceed  
10 the minimum state supplementation level as required under federal  
11 law or regulations.

12 Sec. 613. (1) The department shall provide reimbursements for  
13 the final disposition of indigent persons. The reimbursements shall  
14 include the following:

15 (a) The maximum allowable reimbursement for the final  
16 disposition is \$800.00.

17 (b) The adult burial with services allowance is \$720.00.

18 (c) The adult burial without services allowance is \$485.00.

19 (d) The infant burial allowance is \$165.00.

20 (2) It is the intent of the legislature that this charge limit  
21 reflect a total increase of \$20.00 per case in payments to funeral  
22 directors for funeral goods and services over the payment rate in  
23 place for the previous fiscal year. In addition, reimbursement for  
24 a cremation permit fee of up to \$75.00 and for mileage at the  
25 standard rate will also be made available for an eligible  
26 cremation. The reimbursements under this section shall take into  
27 consideration religious preferences that prohibit cremation.



1           Sec. 615. Except as required by federal law or regulations,  
2 funds appropriated in part 1 shall not be used to provide public  
3 assistance to a person who is an illegal alien. This section shall  
4 not prohibit the department from entering into contracts with food  
5 banks, emergency shelter providers, or other human services  
6 agencies who may, as a normal part of doing business, provide food  
7 or emergency shelter.

8           Sec. 616. The department shall require retailers that  
9 participate in the electronic benefits transfer program to charge  
10 no more than \$2.50 in fees for cash back as a condition of  
11 participation.

12           Sec. 617. The department shall prepare a report on the number  
13 and percentage of public assistance recipients, categorized by type  
14 of assistance received, who were no longer eligible for assistance  
15 because of their status in the law enforcement information network  
16 and provide the report by February 15 of the current fiscal year to  
17 the senate and house appropriations subcommittees on the department  
18 budget, the senate and house standing committees on families and  
19 human services, and the senate and house fiscal agencies and policy  
20 offices.

21           Sec. 619. (1) Subject to subsection (2), the department shall  
22 exempt from the denial of title IV-A assistance and food assistance  
23 benefits under 21 USC 862a any individual who has been convicted of  
24 a felony that included the possession, use, or distribution of a  
25 controlled substance, after August 22, 1996, provided that the  
26 individual is not in violation of his or her probation or parole  
27 requirements. Benefits shall be provided to such individuals as



1 follows:

2 (a) A third-party payee or vendor shall be required for any  
3 cash benefits provided.

4 (b) An authorized representative shall be required for food  
5 assistance receipt.

6 (2) Subject to federal approval, an individual is not entitled  
7 to the exemption in this section if the individual was convicted in  
8 2 or more separate cases of a felony that included the possession,  
9 use, or distribution of a controlled substance after August 22,  
10 1996.

11 Sec. 620. (1) The department shall make a determination of  
12 Medicaid eligibility not later than 90 days if disability is an  
13 eligibility factor. For all other Medicaid applicants, including  
14 patients of a nursing home, the department shall make a  
15 determination of Medicaid eligibility within 45 days of  
16 application.

17 (2) The department shall report on May 1 and November 1 of the  
18 current fiscal year to the senate and house appropriations  
19 subcommittees on the department budget, the senate and house  
20 standing committees on families and human services, and the senate  
21 and house fiscal agencies and policy offices on the average  
22 Medicaid eligibility standard of promptness for each of the  
23 required standards of promptness under subsection (1) and for  
24 medical review team reviews achieved statewide and at each local  
25 office.

26 Sec. 625. The department may contract with the legal services  
27 association of Michigan to provide assistance to individuals who



1 have applied for or wish to apply for SSI or other federal  
2 disability benefits. The legal services association of Michigan  
3 shall provide a list of new clients accepted to the department to  
4 verify that services have been provided to department clients. The  
5 legal services association of Michigan and the department shall  
6 work together to develop release forms to share information in  
7 appropriate cases. The legal services association of Michigan shall  
8 provide quarterly reports indicating cases opened, cases closed,  
9 level of services provided on closed cases, and case outcomes on  
10 closed cases.

11       Sec. 643. As a condition of receipt of federal TANF funds,  
12 homeless shelters and human services agencies shall collaborate  
13 with the department to obtain necessary TANF eligibility  
14 information on families as soon as possible after admitting a  
15 family to the homeless shelter. From the funds appropriated in part  
16 1 for homeless programs, the department is authorized to make  
17 allocations of TANF funds only to the agencies that report  
18 necessary data to the department for the purpose of meeting TANF  
19 eligibility reporting requirements. Homeless shelters or human  
20 services agencies that do not report necessary data to the  
21 department for the purpose of meeting TANF eligibility reporting  
22 requirements will not receive reimbursements which exceed the per  
23 diem amount they received in fiscal year 2000. The use of TANF  
24 funds under this section should not be considered an ongoing  
25 commitment of funding.

26       Sec. 645. An individual or family is considered homeless, for  
27 purposes of eligibility for state emergency relief, if living



1 temporarily with others in order to escape domestic violence. For  
2 purposes of this section, domestic violence is defined and verified  
3 in the same manner as in the department's policies on good cause  
4 for not cooperating with child support and paternity requirements.

5 Sec. 653. From the funds appropriated in part 1 for food  
6 assistance, an individual who is the victim of domestic violence  
7 and does not qualify for any other exemption may be exempt from the  
8 3-month in 36-month limit on receiving food assistance under 7 USC  
9 2015. This exemption can be extended an additional 3 months upon  
10 demonstration of continuing need.

11 Sec. 654. The department shall notify recipients of food  
12 assistance program benefits that their benefits can be spent with  
13 their bridge cards at many farmers' markets in the state. The  
14 department shall also notify recipients about the Double Up Food  
15 Bucks program that is administered by the Fair Food Network.  
16 Recipients shall receive information about the Double Up Food Bucks  
17 program, including information that when the recipient spends  
18 \$20.00 at participating farmers' markets through the program, the  
19 recipient can receive an additional \$20.00 to buy Michigan produce.

20 Sec. 655. Within 14 days after the spending plan for low-  
21 income home energy assistance program is approved by the state  
22 budget office, the department shall provide the spending plan,  
23 including itemized projected expenditures, to the chairpersons of  
24 the senate and house appropriations subcommittees on the department  
25 budget, the senate and house fiscal agencies, and the senate and  
26 house policy offices.

27 Sec. 660. From the funds appropriated in part 1 for food bank



1 funding, the department is authorized to make allocations of TANF  
2 funds only to the agencies that report necessary data to the  
3 department for the purpose of meeting TANF eligibility reporting  
4 requirements. The agencies that do not report necessary data to the  
5 department for the purpose of meeting TANF eligibility reporting  
6 requirements will not receive allocations in excess of those  
7 received in fiscal year 2000. The use of TANF funds under this  
8 section should not be considered an ongoing commitment of funding.

9       Sec. 669. The department shall allocate \$2,680,000.00 for the  
10 annual clothing allowance. The allowance shall be granted to all  
11 eligible children in a family independence program group that does  
12 not include an adult.

13       Sec. 672. (1) The department's office of inspector general  
14 shall report to the senate and house of representatives  
15 appropriations subcommittees on the department budget, the senate  
16 and house fiscal agencies, and the senate and house policy offices  
17 by February 15 of the current fiscal year on department efforts to  
18 reduce inappropriate use of Michigan bridge cards. The department  
19 shall provide information on the number of recipients of services  
20 who used their electronic benefit transfer card inappropriately and  
21 the current status of each case, the number of recipients whose  
22 benefits were revoked, whether permanently or temporarily, as a  
23 result of inappropriate use, and the number of retailers that were  
24 fined or removed from the electronic benefit transfer program for  
25 permitting inappropriate use of the cards.

26       (2) As used in this section, "inappropriate use" means not  
27 used to meet a family's ongoing basic needs, including food,



1 clothing, shelter, utilities, household goods, personal care items,  
2 and general incidentals.

3 Sec. 673. (1) The department shall conduct a workgroup to  
4 investigate means of minimizing fraud in the MIBridges benefits  
5 programs. The members of the workgroup shall include, but are not  
6 limited to, the departments of state, community health, and state  
7 police, and members of the house of representatives and the senate.  
8 The workgroup shall, at a minimum, address the following  
9 possibilities and make recommendations on the implementation of any  
10 of the following items considered feasible:

11 (a) Whether the department's policies concerning the  
12 replacement of lost bridge cards sufficiently deter improper use of  
13 those cards.

14 (b) What technologies may exist to deter the sale or other  
15 improper use of bridge cards.

16 (c) Whether a state driver license or state identification  
17 card might be used to replace the existing bridge cards.

18 (d) What federal policies exist that may inhibit or enhance  
19 adoption of fraud minimization actions.

20 (2) By February 1, 2016, the department shall provide to the  
21 senate and house appropriations subcommittees on the department  
22 budget, the senate and house fiscal agencies, the senate and house  
23 policy offices, and the state budget office a report on the  
24 workgroup findings. The report shall include a draft request for  
25 information to implement any recommended proposals, an action plan  
26 for implementation of any proposed changes, and an estimate of the  
27 costs that may be incurred and benefits that may be gained from the



1 adoption of recommended workgroup suggestions.

2       Sec. 677. (1) The department shall establish a state goal for  
3 the percentage of family independence program cases involved in  
4 employment activities. The percentage established shall not be less  
5 than 50%. The goal for long-term employment shall be 15% of cases  
6 for 6 months or more.

7       (2) On a monthly basis, the department shall report to the  
8 senate and house appropriations subcommittees on the department  
9 budget, the senate and house fiscal agencies and policy offices,  
10 and the state budget director on the number of cases referred to  
11 partnership. accountability. training. hope. (PATH), the current  
12 percentage of family independence program cases involved in PATH  
13 employment activities, an estimate of the current percentage of  
14 family independence program cases that meet federal work  
15 participation requirements on the whole, and an estimate of the  
16 current percentage of the family independence program cases that  
17 meet federal work participation requirements for those cases  
18 referred to PATH.

19       (3) The department shall submit to the senate and house  
20 appropriations subcommittees on the department budget, the senate  
21 and house fiscal agencies, the senate and house policy offices, and  
22 the state budget office a quarterly report that includes all of the  
23 following:

24       (a) The number and percentage of nonexempt family independence  
25 program recipients who are employed.

26       (b) The average and range of wages of employed family  
27 independence program recipients.



1 (c) When data become available, the number and percentage of  
2 employed family independence program recipients who remain employed  
3 for 6 months or more.

4 Sec. 686. (1) The department shall ensure that program policy  
5 requires caseworkers to confirm that individuals presenting  
6 personal identification issued by another state seeking assistance  
7 through the family independence program, food assistance program,  
8 state disability assistance program, or medical assistance program  
9 are not receiving benefits from any other state.

10 (2) The department shall require caseworkers to confirm the  
11 address provided by any individual seeking family independence  
12 program benefits or state disability assistance benefits.

13 (3) The department shall prohibit individuals with property  
14 assets assessed at a value higher than \$200,000.00 from accessing  
15 assistance through department-administered programs, unless such a  
16 prohibition would violate federal rules and guidelines.

17 (4) The department shall require caseworkers to obtain an up-  
18 to-date telephone number during the eligibility determination or  
19 redetermination process for individuals seeking medical assistance  
20 benefits. On a monthly basis, the department shall provide the  
21 department of community health an updated list of telephone numbers  
22 for medical assistance recipients.

23 Sec. 687. (1) The department shall, on a quarterly basis by  
24 February 1, May 1, August 1, and November 1, compile and make  
25 available on its website all of the following information about the  
26 family independence program, state disability assistance, the food  
27 assistance program, Medicaid, and state emergency relief:



1 (a) The number of applications received.  
2 (b) The number of applications approved.  
3 (c) The number of applications denied.  
4 (d) The number of applications pending and neither approved  
5 nor denied.

6 (e) The number of cases opened.

7 (f) The number of cases closed.

8 (g) The number of cases at the beginning of the quarter and  
9 the number of cases at the end of the quarter.

10 (2) The information provided under subsection (1) shall be  
11 compiled and made available for the state as a whole and for each  
12 county and reported separately for each program listed in  
13 subsection (1).

14 (3) The department shall, on a quarterly basis by February 1,  
15 May 1, August 1, and November 1, compile and make available on its  
16 website the family independence program information listed as  
17 follows:

18 (a) The number of new applicants who successfully met the  
19 requirements of the 21-day assessment period for PATH.

20 (b) The number of new applicants who did not meet the  
21 requirements of the 21-day assessment period for PATH.

22 (c) The number of cases sanctioned because of the school  
23 truancy policy.

24 (d) The number of cases closed because of the 48-month and 60-  
25 month lifetime limits.

26 (e) The number of first-, second-, and third-time sanctions.

27 (f) The number of children ages 0-5 living in FIP-sanctioned



1 households.

2 (4) The department shall notify the state budget office, the  
3 senate and house appropriations subcommittees on the department  
4 budget, the senate and house fiscal agencies, and the senate and  
5 house policy offices when the reports required in this section are  
6 made available on the department's website.

7 Sec. 695. (1) From the funds appropriated in part 1 for  
8 multicultural integration funding, the department may require each  
9 contractor to provide data and information on performance-related  
10 metrics. These metrics may include, but are not limited to, all of  
11 the following:

12 (a) Each contractor or subcontractor shall have a mission that  
13 is consistent with the purpose of multicultural integration  
14 funding.

15 (b) Each contractor shall validate that any subcontractors  
16 utilized within these appropriations share the same mission as the  
17 lead agency receiving funding.

18 (c) Each contractor or subcontractor shall demonstrate cost-  
19 effectiveness.

20 (d) Each contractor or subcontractor shall ensure their  
21 ability to leverage private dollars to strengthen and maximize  
22 service provision.

23 (e) Each contractor or subcontractor shall provide timely and  
24 accurate reports regarding the number of clients served, units of  
25 service provision, and ability to meet their stated goals.

26 (2) The department shall require an annual report from the  
27 contractors that receive multicultural integration funding. The



1 annual report, due 60 days following the end of the contract  
2 period, shall include specific information on services and programs  
3 provided, the client base to which the services and programs were  
4 provided, information on any wraparound services provided, and the  
5 expenditures for those services. The department shall provide the  
6 annual reports to the senate and house appropriations subcommittees  
7 on the department budget, the senate and house fiscal agencies, and  
8 the state budget office.

9 (3) The department of community health and the department  
10 shall convene a workgroup to discuss and make recommendations on  
11 including accreditation in the contractor specifications and  
12 potentially moving toward competitive bidding. Each contractor  
13 required to provide data per this section shall be invited to  
14 participate in the workgroup if so convened.

#### 15 **JUVENILE JUSTICE SERVICES**

16 Sec. 706. Counties shall be subject to 50% chargeback for the  
17 use of alternative regional detention services, if those detention  
18 services do not fall under the basic provision of section 117e of  
19 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county  
20 operates those detention services programs primarily with  
21 professional rather than volunteer staff.

22 Sec. 707. In order to be reimbursed for child care fund  
23 expenditures, counties are required to submit department-developed  
24 reports to enable the department to document potential federally  
25 claimable expenditures. This requirement is in accordance with the  
26 reporting requirements specified in section 117a(7) of the social



1 welfare act, 1939 PA 280, MCL 400.117a.

2       Sec. 708. (1) As a condition of receiving funds appropriated  
3 in part 1 for the child care fund line item, by December 15 of the  
4 current fiscal year, counties shall have an approved service  
5 spending plan for the current fiscal year. Counties must submit the  
6 service spending plan to the department by October 1 of the current  
7 fiscal year for approval. The department shall approve within 30  
8 calendar days after receipt a properly completed service plan that  
9 complies with the requirements of the social welfare act, 1939 PA  
10 280, MCL 400.1 to 400.119b, and shall notify a county within 30  
11 days after approval that its service plan was approved.

12       (2) The department shall submit a report to the house and  
13 senate appropriations subcommittees on the department budget, the  
14 house and senate fiscal agencies, and the house and senate policy  
15 offices by February 15 of the current fiscal year on the number of  
16 counties that fail to submit a service spending plan by October 1  
17 and the number of service spending plans not approved by December  
18 15.

19       Sec. 711. Unless already provided in the previous fiscal year,  
20 the department shall submit the behavioral health study of juvenile  
21 justice facilities operated or contracted for by the state not  
22 later than June 30 of the current fiscal year to the senate and  
23 house appropriations subcommittees on human services, the senate  
24 and house fiscal agencies and policy offices, and the state budget  
25 director.

26       Sec. 719. The department shall notify the legislature at least  
27 30 days before closing or making any change in the status,



1 including the licensed bed capacity and operating bed capacity, of  
2 a state juvenile justice facility.

3 Sec. 721. If the demand for placements at state-operated  
4 juvenile justice residential facilities exceeds capacity, the  
5 department shall not increase the available occupancy or services  
6 at the facilities, and shall post a request for proposals for a  
7 contract with not less than 1 private provider of residential  
8 services for juvenile justice youth to be a residential facility of  
9 last resort.

#### 10 **LOCAL OFFICE SERVICES**

11 Sec. 750. (1) The department shall maintain out-stationed  
12 eligibility specialists in community-based organizations, community  
13 mental health agencies, nursing homes, and hospitals unless a  
14 community-based organization, community mental health agency,  
15 nursing home, or hospital requests that the program be discontinued  
16 at its facility.

17 (2) From the funds appropriated in part 1 for donated funds  
18 positions, the department shall enter into a contract with any  
19 agency that places a request for a donated funds position and is  
20 able and eligible under federal law to provide the required  
21 matching funds for federal funding, as determined by federal  
22 statute and regulations. If the department denies a request, the  
23 department shall provide to the agency that made the request the  
24 federal statute or regulation that requires the denial. If the  
25 department does not provide the statute or regulation to the  
26 agency, the department shall grant the request for the donated



1 funds position.

2 (3) A contract for an eligibility specialist position must  
3 include, but not be limited to, the following performance metrics:

4 (a) Meeting a standard of promptness for processing  
5 applications for Medicaid and other public assistance programs  
6 under state law.

7 (b) Meeting required standards for error rates in determining  
8 programmatic eligibility as determined by the department.

9 (4) The department shall only fill additional donated funds  
10 positions after a new contract has been signed. That position shall  
11 also be abolished when the contract expires or is terminated.

12 Sec. 751. (1) From the funds appropriated in part 1 for  
13 Healthy Michigan plan administration, the department, in  
14 conjunction with the department of community health, shall  
15 establish and maintain an accounting structure within the Michigan  
16 administrative information network that will allow expenditures  
17 associated with the administration of the Healthy Michigan plan to  
18 be identified.

19 (2) The department shall submit to the senate and house  
20 appropriations subcommittees on the department budget, the senate  
21 and house fiscal agencies, the senate and house policy offices, and  
22 the state budget office a quarterly report on the implementation  
23 status of the Healthy Michigan call center that includes all of the  
24 following information:

25 (a) Call volume during the prior quarter.

26 (b) Percentage of calls resolved through the Healthy Michigan  
27 plan call center.



1 (c) Percentage of calls transferred to a local department  
2 office or other office for resolution.

3 (d) Number of Medicaid applications completed by the Healthy  
4 Michigan call center staff and submitted on behalf of clients.

5 Sec. 752. (1) The department shall maintain out-stationed  
6 eligibility specialists in community-based organizations, community  
7 mental health agencies, nursing homes, and hospitals unless a  
8 community-based organization, community mental health agency,  
9 nursing home, or hospital requests that the program be discontinued  
10 at its facility.

11 (2) From the funds appropriated in part 1 for donated funds  
12 positions, the department shall enter into a contract with any  
13 agency that requests a donated funds position and is able and  
14 eligible under federal law to provide the required matching funds  
15 for federal funding, as determined by federal statute and  
16 regulations. Beginning in fiscal year 2016, the department is  
17 authorized to increase the total number of donated funds positions  
18 by 200 FTEs. The purpose of these positions will be to address  
19 client service needs in adult placement and independent living  
20 settings, federally qualified health clinics, hospitals with a high  
21 degree of uncompensated care, and employer-based sites. If the  
22 department denies a request for donated funds positions, the  
23 department shall provide to the agency that made the request the  
24 federal statute or regulation that supports the denial. If there is  
25 no federal statute or regulation that supports the denial, the  
26 department shall grant the request for the donated funds position.

27 (3) A contract for a donated funds position must include, but



1 not be limited to, the following performance metrics:

2 (a) Meeting standards of promptness for processing  
3 applications for Medicaid and other public assistance programs  
4 under state law.

5 (b) Meeting required standards for error rates in determining  
6 programmatic eligibility as determined by the department.

7 (4) The department shall only fill additional donated funds  
8 positions after a new contract has been signed. That position shall  
9 also be abolished when the contract expires or is terminated.

#### 10 **CHILD SUPPORT ENFORCEMENT**

11 Sec. 901. (1) The appropriations in part 1 assume a total  
12 federal child support incentive payment of \$26,500,000.00.

13 (2) From the federal money received for child support  
14 incentive payments, \$12,000,000.00 shall be retained by the state  
15 and expended for child support program expenses.

16 (3) From the federal money received for child support  
17 incentive payments, \$14,500,000.00 shall be paid to the counties  
18 based on each county's performance level for each of the federal  
19 performance measures as established in 45 CFR 305.2.

20 (4) If the child support incentive payment to the state from  
21 the federal government is greater than \$26,500,000.00, then 100% of  
22 the excess shall be retained by the state and is appropriated until  
23 the total retained by the state reaches \$15,397,400.00.

24 (5) If the child support incentive payment to the state from  
25 the federal government is greater than the amount needed to satisfy  
26 the provisions identified in subsections (1), (2), (3), and (4),



1 the additional funds shall be subject to appropriation by the  
2 legislature.

3 (6) If the child support incentive payment to the state from  
4 the federal government is less than \$26,500,000.00, then the state  
5 and county share shall each be reduced by 50% of the shortfall.

6 Sec. 909. (1) If statewide retained child support collections  
7 exceed \$38,300,000.00, 75% of the amount in excess of  
8 \$38,300,000.00 is appropriated to legal support contracts. This  
9 excess appropriation may be distributed to eligible counties to  
10 supplement and not supplant county title IV-D funding.

11 (2) Each county whose retained child support collections in  
12 the current fiscal year exceed its fiscal year 2004-2005 retained  
13 child support collections, excluding tax offset and financial  
14 institution data match collections in both the current year and  
15 fiscal year 2004-2005, shall receive its proportional share of the  
16 75% excess.

17 Sec. 910. (1) If title IV-D-related child support collections  
18 are escheated, the state budget director is authorized to adjust  
19 the sources of financing for the funds appropriated in part 1 for  
20 legal support contracts to reduce federal authorization by 66% of  
21 the escheated amount and increase general fund/general purpose  
22 authorization by the same amount. This budget adjustment is  
23 required to offset the loss of federal revenue due to the escheated  
24 amount being counted as title IV-D program income in accordance  
25 with federal regulations at 45 CFR 304.50.

26 (2) The department shall notify the chairs of the house and  
27 senate appropriations subcommittees on the department budget and



1 the house and senate fiscal agencies within 15 days of the  
 2 authorization adjustment in subsection (1).

3 ARTICLE XI

4 DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

5 PART 1

6 LINE-ITEM APPROPRIATIONS

7 Sec. 101. There is appropriated for the department of  
 8 insurance and financial services for the fiscal year ending  
 9 September 30, 2016, from the following funds:

10 **DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

11 APPROPRIATION SUMMARY

12 Full-time equated unclassified positions ..... 6.0

13 Full-time equated classified positions ..... 337.0

14 GROSS APPROPRIATION ..... \$ 65,057,700

15 Interdepartmental grant revenues:

16 Total interdepartmental grants and intradepartmental  
 17 transfers ..... 707,600

18 ADJUSTED GROSS APPROPRIATION ..... \$ 64,350,100

19 Federal revenues:

20 Total federal revenues ..... 2,000,000

21 Special revenue funds:

22 Total other state restricted revenues ..... 62,200,100

23 State general fund/general purpose ..... \$ 150,000

24 **Sec. 102. DEPARTMENT SERVICES**

25 Full-time equated unclassified positions ..... 6.0



1	Full-time equated classified positions .....	23.0	
2	Unclassified salaries--6.0 FTE positions .....		\$ 728,300
3	Executive director programs--4.0 FTE positions .....		1,084,300
4	Department services--19.0 FTE positions .....		3,802,100
5	Property management .....		869,300
6	Worker's compensation .....		5,200
7	Administrative hearings .....		182,500
8	Information technology services and projects .....		<u>2,185,900</u>
9	GROSS APPROPRIATION .....		\$ 8,857,600
10	Appropriated from:		
11	Special revenue funds:		
12	Bank fees .....		782,900
13	Captive insurance regulatory and supervision fund ....		1,800
14	Consumer finance fees .....		395,200
15	Credit union fees .....		1,004,700
16	Deferred presentment service transaction fees .....		520,700
17	Insurance bureau fund .....		3,409,400
18	Insurance continuing education fees .....		81,400
19	Insurance licensing and regulation fees .....		1,766,400
20	MBLSLA fund .....		744,300
21	Multiple employer welfare arrangement .....		800
22	State general fund/general purpose .....		\$ 150,000
23	<b>Sec. 103. INSURANCE AND FINANCIAL SERVICES</b>		
24	<b>REGULATION</b>		
25	Full-time equated classified positions .....	314.0	
26	Insurance evaluation--54.0 FTE positions .....		\$ 12,732,300
27	Insurance rates and forms--30.0 FTE positions .....		5,840,400



1	Financial institutions evaluation--132.0 FTE positions	23,810,300
2	Regulatory compliance, market conduct, and licensing--	
3	34.0 FTE positions.....	5,350,300
4	Consumer services and protection--64.0 FTE positions .	<u>8,466,800</u>
5	GROSS APPROPRIATION .....	\$ 56,200,100
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG - LARA, for debt management .....	707,600
9	Federal revenues:	
10	Federal revenues .....	2,000,000
11	Special revenue funds:	
12	Bank fees .....	6,357,700
13	Captive insurance regulatory and supervision fund ....	279,000
14	Consumer finance fees .....	4,122,000
15	Credit union fees .....	7,647,300
16	Deferred presentment service transaction fees .....	3,086,200
17	Insurance bureau fund .....	20,148,000
18	Insurance continuing education fees .....	1,060,600
19	Insurance licensing and regulation fees .....	6,354,100
20	MBLSLA fund .....	4,357,000
21	Multiple employer welfare arrangement .....	80,600
22	State general fund/general purpose .....	\$ 0

23 PART 2  
 24 PROVISIONS CONCERNING APPROPRIATIONS  
 25 FOR FISCAL YEAR 2015-2016



1 **GENERAL SECTIONS**

2           Sec. 201. Pursuant to section 30 of article IX of the state  
3 constitution of 1963, total state spending from state resources  
4 under part 1 for fiscal year 2015-2016 is \$62,350,100.00 and state  
5 spending from state resources to be paid to local units of  
6 government for fiscal year 2015-2016 is \$0.00.

7           Sec. 202. The appropriations authorized under this part and  
8 part 1 are subject to the management and budget act, 1984 PA 431,  
9 MCL 18.1101 to 18.1594.

10           Sec. 203. As used in this part and part 1:

11           (a) "Department" means the department of insurance and  
12 financial services.

13           (b) "Director" means the director of the department.

14           (c) "Fiscal agencies" means the Michigan house fiscal agency  
15 and Michigan senate fiscal agency.

16           (d) "FTE" means full-time equated.

17           (e) "IDG" means interdepartmental grant.

18           (f) "LARA" means the department of licensing and regulatory  
19 affairs.

20           (g) "MBLSLA fund" means the restricted account established in  
21 section 8 of the mortgage brokers, lenders, and servicers licensing  
22 act, 1987 PA 173, MCL 445.1658.

23           (h) "Subcommittees" means all members of the subcommittees of  
24 the house and senate appropriations committees with jurisdiction  
25 over the budget for the department.

26           Sec. 205. (1) For each new program or program expansion for  
27 which funds in excess of \$500,000.00 are appropriated in part 1,



1 the department shall identify specific benchmarks intended to  
2 measure the performance or return on taxpayer investment of the  
3 program and its associated expenditures. Not later than November 1,  
4 the department shall report the proposed benchmarks to the house  
5 and senate appropriations subcommittees for that department, the  
6 house and senate fiscal agencies, and the state budget director.  
7 The department shall provide an update on its progress in achieving  
8 those benchmarks at an appropriations subcommittee meeting called  
9 for the purpose of discussing benchmarks and their status.

10 (2) It is the intent of the legislature that any proposal for  
11 a new program or an expansion of an existing program in excess of  
12 \$500,000.00 initiated by the executive branch or the legislature  
13 shall include, as part of the original proposal or budget request,  
14 a list of benchmarks intended to measure the performance or return  
15 on taxpayer investment of the program or spending increase.

16 Sec. 208. The departments and agencies receiving  
17 appropriations in this part and part 1 shall use the Internet to  
18 fulfill the reporting requirements of this part. This requirement  
19 may include transmission of reports via electronic mail to the  
20 recipients identified for each reporting requirement, or it may  
21 include placement of reports on an Internet or intranet site.

22 Sec. 209. Funds appropriated in this part and part 1 shall not  
23 be used for the purchase of foreign goods or services, or both, if  
24 competitively priced and of comparable quality American goods or  
25 services, or both, are available. Preference shall be given to  
26 goods or services, or both, manufactured or provided by Michigan  
27 businesses, if they are competitively priced and of comparable



1 quality. In addition, preference shall be given to goods or  
2 services, or both, that are manufactured or provided by Michigan  
3 businesses owned and operated by veterans, if they are  
4 competitively priced and of comparable quality.

5 Sec. 210. The director shall take all reasonable steps to  
6 ensure businesses in deprived and depressed communities compete for  
7 and perform contracts to provide services or supplies, or both. The  
8 director shall strongly encourage firms with which the department  
9 contracts to subcontract with certified businesses in depressed and  
10 deprived communities for services, supplies, or both.

11 Sec. 212. The department and agencies receiving appropriations  
12 in this part and part 1 shall receive and retain copies of all  
13 reports funded from appropriations in this part and part 1. Federal  
14 and state guidelines for short-term and long-term retention of  
15 records shall be followed. The department may electronically retain  
16 copies or reports unless otherwise required by federal and state  
17 guidelines.

18 Sec. 215. The department shall not take disciplinary action  
19 against an employee for communicating with a member of the  
20 legislature or his or her staff.

21 Sec. 216. Not later than November 30, the state budget office  
22 shall prepare and transmit a report that provides for estimates of  
23 the total general fund/general purpose appropriation lapses at the  
24 close of the prior fiscal year. This report must summarize the  
25 projected year-end general fund/general purpose appropriation  
26 lapses by major departmental program or program areas. The report  
27 shall be transmitted to the chairpersons of the senate and house



1 appropriations committees and the fiscal agencies.

2       Sec. 218. The departments and agencies receiving  
3 appropriations in this part and part 1 shall prepare a report on  
4 out-of-state travel expenses not later than January 1 of each year.  
5 The travel report must list all travel by classified and  
6 unclassified employees outside this state in the immediately  
7 preceding fiscal year that was funded in whole or in part with  
8 funds appropriated in the department's budget. The report shall be  
9 submitted to the house and senate appropriations committees, the  
10 fiscal agencies, and the state budget director. The report must  
11 include the following information:

12       (a) The dates of each travel occurrence.

13       (b) The total transportation and related costs of each travel  
14 occurrence, including the proportion funded with state general  
15 fund/general purpose revenues, the proportion funded with state  
16 restricted revenues, the proportion funded with federal revenues,  
17 and the proportion funded with other revenues.

18       Sec. 219. No later than April 1, the department shall submit  
19 to the subcommittees and the fiscal agencies a report pertaining to  
20 the following information:

21       (a) The amount, in square footage, of office space paid for  
22 with the appropriation in this part and part 1 for both state-owned  
23 and leased office space, respectively, during the previous fiscal  
24 year.

25       (b) The amount, in square footage, of office space actually  
26 utilized by the department for both state-owned and leased office  
27 space, respectively, during the previous fiscal year.



1 (c) The amount of office space the department estimates will  
2 be utilized during the current and subsequent fiscal years.

3 Sec. 221. Funds appropriated in this part and part 1 shall not  
4 be used by a principal executive department, state agency, or  
5 authority to hire a person to provide legal services that are the  
6 responsibility of the attorney general. This prohibition does not  
7 apply to legal services for bonding activities and for those  
8 outside services that the attorney general authorizes.

9 Sec. 223. (1) In addition to the funds appropriated in part 1,  
10 there is appropriated an amount not to exceed \$1,000,000.00 for  
11 federal contingency funds. These funds are not available for  
12 expenditure until they have been transferred to another line item  
13 in part 1 under section 393(2) of the management and budget act,  
14 1984 PA 431, MCL 18.1393.

15 (2) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$5,000,000.00 for state  
17 restricted contingency funds. These funds are not available for  
18 expenditure until they have been transferred to another line item  
19 in part 1 under section 393(2) of the management and budget act,  
20 1984 PA 431, MCL 18.1393.

21 (3) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$200,000.00 for local  
23 contingency funds. These funds are not available for expenditure  
24 until they have been transferred to another line item in part 1  
25 under section 393(2) of the management and budget act, 1984 PA 431,  
26 MCL 18.1393.

27 (4) In addition to the funds appropriated in part 1, there is



1 appropriated an amount not to exceed \$200,000.00 for private  
2 contingency funds. These funds are not available for expenditure  
3 until they have been transferred to another line item in part 1  
4 under section 393(2) of the management and budget act, 1984 PA 431,  
5 MCL 18.1393.

6 Sec. 228. Unless prohibited by law, the department may accept  
7 credit card or other electronic means of payment for licenses,  
8 fees, or permits.

9 Sec. 229. The department shall maintain, on a publicly  
10 accessible website, a department scorecard that identifies, tracks,  
11 and regularly updates key metrics that are used to monitor and  
12 improve the department's performance.

13 Sec. 231. The department shall cooperate with the department  
14 of technology, management, and budget to maintain a searchable  
15 website accessible by the public at no cost that includes, but is  
16 not limited to, all of the following for each department or agency:

17 (a) Fiscal year-to-date expenditures by category.

18 (b) Fiscal year-to-date expenditures by appropriation unit.

19 (c) Fiscal year-to-date payments to a selected vendor,  
20 including the vendor name, payment date, payment amount, and  
21 payment description.

22 (d) The number of active department employees by job  
23 classification.

24 (e) Job specifications and wage rates.

25 Sec. 232. The department shall not develop or produce any  
26 television or radio productions.

27 Sec. 234. Within 14 days after the release of the executive



1 budget recommendation, the department shall cooperate with the  
2 state budget office to provide the senate and house appropriations  
3 chairs, the subcommittees chairs, and the fiscal agencies with an  
4 annual report on estimated state restricted fund balances, state  
5 restricted fund projected revenues, and state restricted fund  
6 expenditures for the immediately preceding and current fiscal  
7 years.

8       Sec. 235. Total authorized appropriations from all sources  
9 under this part and part 1 for legacy costs for the fiscal year  
10 ending September 30, 2016 is \$9,998,900.00. From this amount, total  
11 agency appropriations for pension-related legacy costs are  
12 estimated at \$5,675,400.00. Total agency appropriations for retiree  
13 health care legacy costs are estimated at \$4,323,500.00.

14       Sec. 245. The department, in conjunction with the department  
15 of community health, shall establish an accounting structure within  
16 the Michigan administrative information network that will allow  
17 expenditures associated with the administration of the Healthy  
18 Michigan plan to be identified.

19       Sec. 246. The amount appropriated from the general fund in  
20 part 1 for executive director program may only be expended to  
21 comply with reporting requirements regarding the Healthy Michigan  
22 plan under section 105d(9) of the social welfare act, 1939 PA 280,  
23 MCL 400.105d.

#### 24 **INSURANCE AND FINANCIAL SERVICES REGULATION**

25       Sec. 310. (1) No later than February 1, the department shall  
26 submit a report to the subcommittees and the fiscal agencies



1 providing the following information:

2 (a) The amounts expended, by fund source, by the department to  
3 support the economic development of the insurance or financial  
4 industries during the preceding fiscal year.

5 (b) The number of full-time equated positions utilized by the  
6 department to support the economic development of the insurance or  
7 financial industries during the preceding fiscal year.

8 (c) A detailed, 2-year plan for departmental activities to  
9 support the economic development of the insurance or financial  
10 industries.

11 (2) For purposes of subsection (1), "economic development"  
12 includes any activities to encourage, promote, or advocate for the  
13 expansion, retention, or attraction of business or nonprofit  
14 entities engaged in or involved with the insurance or financial  
15 industries.

16 Sec. 391. In addition to the funds appropriated in part 1, the  
17 funds collected by the department in connection with a  
18 conservatorship under section 32 of the mortgage brokers, lenders,  
19 and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds  
20 collected by the department from corporations being liquidated  
21 under the insurance code of 1956, 1956 PA 218, MCL 500.100 to  
22 500.8302, shall be appropriated for all expenses necessary to  
23 provide for the required services. Funds are available for  
24 expenditure when they are received by the department of treasury  
25 and shall not lapse to the general fund at the end of the fiscal  
26 year.





1 fiscal year ending September 30, 2016, from the following funds:

2 **JUDICIARY**

3 APPROPRIATION SUMMARY

4	Full-time equated exempted positions .....	489.0	
5	GROSS APPROPRIATION .....		\$ 283,401,300
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers.....		2,362,900
9	ADJUSTED GROSS APPROPRIATION .....		\$ 281,038,400
10	Federal revenues:		
11	Total federal revenues .....		6,428,600
12	Special revenue funds:		
13	Total local revenues .....		7,229,000
14	Total private revenues .....		942,900
15	Total other state restricted revenues .....		84,245,700
16	State general fund/general purpose .....		\$ 182,192,200
17	<b>Sec. 102. SUPREME COURT</b>		
18	Full-time equated exempted positions .....	246.0	
19	Supreme court administration--92.0 FTE positions .....		\$ 13,338,700
20	Judicial institute--13.0 FTE positions .....		2,159,100
21	State court administrative office--61.0 FTE positions		11,832,000
22	Judicial information systems--22.0 FTE positions .....		3,057,700
23	Direct trial court automation support--44.0 FTE		
24	positions.....		7,229,000
25	Foster care review board--10.0 FTE positions .....		1,285,900
26	Community dispute resolution--3.0 FTE positions .....		2,366,800
27	Other federal grants .....		275,100



1	Drug treatment courts .....	10,958,000
2	Mental health courts and diversion services--1.0 FTE	
3	position.....	5,334,700
4	Veterans courts .....	500,000
5	Swift and sure sanctions program .....	3,000,000
6	Next generation Michigan court system .....	<u>4,116,000</u>
7	GROSS APPROPRIATION .....	\$ 65,453,000
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from department of state police .....	1,500,000
11	IDG from department of corrections .....	50,000
12	IDG from state police - Michigan justice training fund	339,200
13	Federal revenues:	
14	DOJ, victims assistance programs .....	56,500
15	DOJ, drug court training and evaluation .....	300,000
16	DOT, national highway traffic safety administration ..	2,203,500
17	HHS, access and visitation grant .....	612,200
18	HHS, children's justice grant .....	229,400
19	HHS, court improvement project .....	1,290,500
20	HHS, title IV-D child support program .....	1,009,700
21	HHS, title IV-E foster care program .....	386,500
22	Other federal grant revenues .....	275,100
23	Special revenue funds:	
24	Local - user fees .....	7,229,000
25	Private .....	188,100
26	Private - interest on lawyers trust accounts .....	258,600
27	Private - state justice institute .....	413,600



1	Community dispute resolution fund .....		2,366,800
2	Court of appeals filing/motion fees .....		1,641,800
3	Law exam fees .....		639,100
4	Drug court fund .....		1,920,500
5	Miscellaneous revenue .....		270,600
6	Justice system fund .....		566,800
7	State court fund .....		377,100
8	State general fund/general purpose .....	\$	41,328,400
9	<b>Sec. 103. COURT OF APPEALS</b>		
10	Full-time equated exempted positions .....	175.0	
11	Court of appeals operations--175.0 FTE positions .....	\$	<u>22,606,900</u>
12	GROSS APPROPRIATION .....	\$	22,606,900
13	Appropriated from:		
14	State general fund/general purpose .....	\$	22,606,900
15	<b>Sec. 104. BRANCHWIDE APPROPRIATIONS</b>		
16	Full-time equated exempted positions .....	4.0	
17	Branchwide appropriations--4.0 FTE positions .....	\$	<u>8,550,400</u>
18	GROSS APPROPRIATION .....	\$	8,550,400
19	Appropriated from:		
20	State general fund/general purpose .....	\$	8,550,400
21	<b>Sec. 105. JUSTICES' AND JUDGES' COMPENSATION</b>		
22	Full-time judges positions .....	593.0	
23	Supreme court justices' salaries--7.0 justices .....	\$	1,152,300
24	Court of appeals judges' salaries--27.0 judges .....		4,087,900
25	District court judges' state base salaries--243.0		
26	judges .....		22,489,200
27	District court judicial salary standardization .....		11,111,000

1	Probate court judges' state base salaries--103.0		
2	judges.....		9,627,900
3	Probate court judicial salary standardization .....		4,669,600
4	Circuit court judges' state base salaries--213.0		
5	judges.....		20,064,100
6	Circuit court judicial salary standardization .....		9,739,200
7	Judges' retirement system defined contributions .....		4,425,800
8	OASI, social security .....		<u>5,736,600</u>
9	GROSS APPROPRIATION .....	\$	93,103,600
10	Appropriated from:		
11	Special revenue funds:		
12	Court fee fund.....		2,988,100
13	State general fund/general purpose .....	\$	90,115,500
14	<b>Sec. 106. JUDICIAL AGENCIES</b>		
15	Full-time equated exempted positions..... 7.0		
16	Judicial tenure commission--7.0 FTE positions .....	\$	<u>1,115,200</u>
17	GROSS APPROPRIATION .....	\$	1,115,200
18	Appropriated from:		
19	State general fund/general purpose .....	\$	1,115,200
20	<b>Sec. 107. INDIGENT DEFENSE - CRIMINAL</b>		
21	Full-time equated exempted positions..... 57.0		
22	Appellate public defender program--51.0 FTE positions	\$	7,857,800
23	Michigan indigent defense commission--6.0 FTE		
24	positions.....		<u>996,700</u>
25	GROSS APPROPRIATION .....	\$	8,854,500
26	Appropriated from:		
27	Interdepartmental grant revenues:		



1	IDG from state police - Michigan justice training fund	473,700
2	Federal revenues:	
3	Other federal grant revenues .....	65,200
4	Special revenue funds:	
5	Private - interest on lawyers trust accounts .....	82,600
6	Miscellaneous revenue .....	132,900
7	State general fund/general purpose .....	\$ 8,100,100
8	<b>Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE</b>	
9	Indigent civil legal assistance .....	\$ <u>7,937,000</u>
10	GROSS APPROPRIATION .....	\$ 7,937,000
11	Appropriated from:	
12	Special revenue funds:	
13	State court fund .....	7,937,000
14	State general fund/general purpose .....	\$ 0
15	<b>Sec. 109. TRIAL COURT OPERATIONS</b>	
16	Court equity fund reimbursements .....	\$ 60,815,700
17	Judicial technology improvement fund .....	4,815,000
18	Drug case-flow program .....	250,000
19	Drunk driving case-flow program .....	3,300,000
20	Juror compensation reimbursement .....	<u>6,600,000</u>
21	GROSS APPROPRIATION .....	\$ 75,780,700
22	Appropriated from:	
23	Special revenue funds:	
24	Court equity fund .....	50,440,000
25	Judicial technology improvement fund .....	4,815,000
26	Drug fund .....	250,000
27	Drunk driving fund .....	3,300,000





1	Drug case-flow program .....	250,000
2	Juror compensation reimbursement .....	6,600,000
3	JUSTICES' AND JUDGES' COMPENSATION	
4	District court judicial salary standardization .....	\$ 11,111,000
5	Probate court judges' state base salaries .....	9,627,900
6	Probate court judicial salary standardization .....	4,669,600
7	Circuit court judicial salary standardization .....	9,739,200
8	Grant to OASI contribution fund, employers share,	
9	social security.....	<u>992,300</u>
10	TOTAL .....	\$ 135,829,400

11       Sec. 202. (1) The appropriations authorized under this part  
 12 and part 1 are subject to the management and budget act, 1984 PA  
 13 431, MCL 18.1101 to 18.1594.

14       (2) Funds appropriated in part 1 to an entity within the  
 15 judicial branch shall not be expended or transferred to another  
 16 account without written approval of the authorized agent of the  
 17 judicial entity. If the authorized agent of the judicial entity  
 18 notifies the state budget director of its approval of an  
 19 expenditure or transfer, the state budget director shall  
 20 immediately make the expenditure or transfer. The authorized  
 21 judicial entity agent shall be designated by the chief justice of  
 22 the supreme court.

23       Sec. 203. As used in this part and part 1:

24       (a) "DOJ" means the United States Department of Justice.

25       (b) "DOT" means the United States Department of  
 26 Transportation.

27       (c) "FTE" means full-time equated.



1 (d) "HHS" means the United States Department of Health and  
2 Human Services.

3 (e) "IDG" means interdepartmental grant.

4 (f) "OASI" means old age survivor's insurance.

5 (g) "Title IV-D" means the part of the federal social security  
6 act, 42 USC 301 to 1397mm, pertaining to the child support  
7 enforcement program.

8 (h) "Title IV-E" means the part of the federal social security  
9 act, 42 USC 301 to 1397mm, pertaining to the foster care program.

10 Sec. 204. The judicial branch shall not take disciplinary  
11 action against an employee for communicating with a member of the  
12 legislature or his or her staff.

13 Sec. 205. It is the intent of the legislature that judges who  
14 are presiding over a hearing on a foster care case shall publicly  
15 acknowledge and request the input of the foster parent or foster  
16 parents during the hearing.

17 Sec. 207. If the judicial branch makes any changes to a foster  
18 care family service plan before its finalization, it is the intent  
19 of the legislature that the presiding judge provide an explanation  
20 for any changes to that plan in the court record.

21 Sec. 208. The reporting requirements of this part shall be  
22 completed with the approval of, and at the direction of, the  
23 supreme court, except as otherwise provided in this part. The  
24 judicial branch shall use the Internet to fulfill the reporting  
25 requirements of this part. This may include transmission of reports  
26 via electronic mail to the recipients identified for each reporting  
27 requirement, or it may include placement of reports on an Internet



1 or intranet site.

2       Sec. 209. (1) If funds become available in part 1 for juvenile  
3 justice vision 20/20, the state court administrative office shall  
4 implement the information technology services and projects  
5 described in subsection (2).

6       (2) The state court administrative office shall use the funds  
7 described in subsection (1) to implement a data exchange for use by  
8 circuit and probate courts, private juvenile justice agencies, and  
9 the state court administrative office under the guidance of  
10 appropriate data sharing agreements that tracks statistical and  
11 demographic data on juveniles referred to the family division of  
12 the circuit court, otherwise known as the juvenile courts, after  
13 successful implementation and evaluation of the existing pilot  
14 database in Ottawa, Kalamazoo, Kent, Ionia, and Berrien Counties.

15       (3) It is the intent of the legislature that the purpose of  
16 the project is to implement a new juvenile justice data sharing  
17 model that will track data on juveniles referred to the courts. The  
18 project will be accomplished by local court staff, state employees,  
19 contracts with private vendors, and juvenile justice stakeholders.  
20 The total estimated cost of the project is \$5,550,000.00. The  
21 tentative completion date is September 30, 2019. The data exchange  
22 shall be compatible with the Michigan statewide automated child  
23 welfare information system.

24       (4) If funding becomes available for the project, the state  
25 court administrative office shall submit a report by March 1 to the  
26 senate and house appropriations subcommittees on judiciary, the  
27 senate and house fiscal agencies, the senate and house policy



1 offices, and the state budget office on the status of the  
2 implementation items described in subsections (1) and (2) should  
3 funding become available.

4       Sec. 212. The judicial branch shall receive and retain copies  
5 of all reports funded from appropriations in part 1. Federal and  
6 state guidelines for short-term and long-term retention of records  
7 shall be followed. The judicial branch may electronically retain  
8 copies of reports unless otherwise required by federal and state  
9 guidelines.

10       Sec. 214. Funds appropriated in part 1 shall not be used for  
11 the purchase of foreign goods or services, or both, if  
12 competitively priced and of comparable quality American goods or  
13 services, or both, are available. Preference shall be given to  
14 goods or services, or both, manufactured or provided by Michigan  
15 businesses, if they are competitively priced and of comparable  
16 quality. In addition, preference shall be given to goods or  
17 services, or both, that are manufactured or provided by Michigan  
18 businesses owned and operated by veterans, if they are  
19 competitively priced and of comparable quality.

20       Sec. 215. Not later than January 1 of each year, the state  
21 court administrative office shall prepare a report on out-of-state  
22 travel listing all travel by judicial branch employees outside this  
23 state in the immediately preceding fiscal year that was funded in  
24 whole or in part with funds appropriated in the budget for the  
25 judicial branch. The report shall be submitted to the senate and  
26 house of representatives standing committees on appropriations, the  
27 senate and house fiscal agencies, and the state budget director.



1 The report shall include the following information:

2 (a) The dates of each travel occurrence.

3 (b) The transportation and related costs of each travel  
4 occurrence, including the proportion funded with state general  
5 fund/general purpose revenues, the proportion funded with state  
6 restricted revenues, the proportion funded with federal revenues,  
7 and the proportion funded with other revenues.

8 Sec. 219. Not later than November 30, the state budget office  
9 shall prepare and transmit a report that provides for estimates of  
10 the total general fund/general purpose appropriation lapses at the  
11 close of the prior fiscal year. This report shall summarize the  
12 projected year-end general fund/general purpose appropriation  
13 lapses by major program or program areas. The report shall be  
14 transmitted to the chairpersons of the senate and house  
15 appropriations committees and the senate and house fiscal agencies.

16 Sec. 221. From the funds appropriated in part 1, the judicial  
17 branch shall maintain a searchable website accessible by the public  
18 at no cost that includes all expenditures made by the judicial  
19 branch within a fiscal year. The posting shall include the purpose  
20 for which each expenditure is made. The judicial branch shall not  
21 provide financial information on its website under this section if  
22 doing so would violate a federal or state law, rule, regulation, or  
23 guideline that establishes privacy or security standards applicable  
24 to that financial information.

25 Sec. 222. Within 14 days after the release of the executive  
26 budget recommendation, the judicial branch shall cooperate with the  
27 state budget office to provide the chairpersons of the senate and



1 house appropriations committees, the chairpersons of the senate and  
2 house appropriations subcommittees on judiciary, and the senate and  
3 house fiscal agencies with an annual report on estimated state  
4 restricted fund balances, state restricted fund projected revenues,  
5 and state restricted fund expenditures for the fiscal years ending  
6 September 30, 2015 and September 30, 2016.

7       Sec. 223. The judiciary shall maintain, on a publicly  
8 accessible website, a scorecard that identifies, tracks, and  
9 regularly updates key metrics that are used to monitor and improve  
10 the judiciary's performance.

11       Sec. 224. Total authorized appropriations from all sources  
12 under part 1 for legacy costs for the fiscal year ending September  
13 30, 2016 are \$13,723,300.00. From this amount, total appropriations  
14 for judiciary pension-related legacy costs are estimated at  
15 \$7,772,600.00. Total appropriations for judiciary retiree health  
16 care legacy costs are estimated at \$5,950,700.00.

17       Sec. 225. (1) For each new program or program expansion for  
18 which funds in excess of \$500,000.00 are appropriated in part 1,  
19 the judiciary shall identify specific benchmarks intended to  
20 measure the performance or return on taxpayer investment of the  
21 program and its associated expenditures.

22       (2) By November 1, the judiciary shall report the proposed  
23 benchmarks to the senate and house appropriations subcommittees on  
24 judiciary, to the senate and house fiscal agencies, and to the  
25 state budget director.

26       (3) The judiciary shall provide an update on its progress in  
27 achieving those benchmarks at an appropriations subcommittee



1 meeting called for the purpose of discussing benchmarks and their  
2 status.

3 (4) It is the intent of the legislature that, beginning with  
4 the budget for the fiscal year ending September 30, 2016, any  
5 proposal for a new program or an expansion of an existing program  
6 in excess of \$500,000.00 initiated by the executive branch or the  
7 legislature shall include, as part of the original proposal or  
8 budget request, a list of benchmarks intended to measure the  
9 performance or return on taxpayer investment of the program or  
10 spending increase.

#### 11 JUDICIAL BRANCH

12 Sec. 301. From the funds appropriated in part 1, the direct  
13 trial court automation support program of the state court  
14 administrative office shall recover direct and overhead costs from  
15 trial courts by charging for services rendered. The fee shall cover  
16 the actual costs incurred to the direct trial court automation  
17 support program in providing the service, including development of  
18 future versions of case management systems.

19 Sec. 302. Funds appropriated within the judicial branch shall  
20 not be expended by any component within the judicial branch without  
21 the approval of the supreme court.

22 Sec. 303. Of the amount appropriated in part 1 for the  
23 judicial branch, \$511,900.00 is allocated for circuit court  
24 reimbursement under section 3 of 1978 PA 16, MCL 800.453, and for  
25 costs associated with the court of claims.

26 Sec. 306. The supreme court and the state court administrative



1 office shall continue to maintain, as a priority, the assisting of  
2 local trial courts in improving the collection of judgments.

3 Sec. 307. From the funds appropriated in part 1 for mental  
4 health courts and diversion services, \$1,730,000.00 is intended to  
5 address the recommendations of the mental health diversion council.

6 Sec. 308. If sufficient funds are not available from the court  
7 fee fund to pay judges' compensation, the difference between the  
8 appropriated amount from that fund for judges' compensation and the  
9 actual amount available after the amount appropriated for trial  
10 court reimbursement is made shall be appropriated from the state  
11 general fund for judges' compensation.

12 Sec. 309. By April 1, the state court administrative office  
13 shall provide a report on drug treatment, mental health, and  
14 veterans court programs in this state. The report shall include  
15 information on the number of each type of program that has been  
16 established, the number of program participants in each  
17 jurisdiction, and the impact of the programs on offender criminal  
18 involvement and recidivism. The report shall be submitted to the  
19 senate and house appropriations subcommittees on judiciary, the  
20 senate and house fiscal agencies, and the state budget director.

21 Sec. 311. (1) The funds appropriated in part 1 for drug  
22 treatment courts as that term is defined in section 1060 of the  
23 revised judicature act of 1961, 1961 PA 236, MCL 600.1060, shall be  
24 administered by the state court administrative office to operate  
25 drug treatment court programs. A drug treatment court shall be  
26 responsible for handling cases involving substance abusing  
27 nonviolent offenders through comprehensive supervision, testing,



1 treatment services, and immediate sanctions and incentives. A drug  
2 treatment court shall use all available county and state personnel  
3 involved in the disposition of cases including, but not limited to,  
4 parole and probation agents, prosecuting attorneys, defense  
5 attorneys, and community corrections providers. The funds may be  
6 used in connection with other federal, state, and local funding  
7 sources.

8 (2) From the funds appropriated in part 1, the chief justice  
9 shall allocate sufficient funds for the judicial institute to  
10 provide in-state training for those identified in subsection (1),  
11 including training for new drug treatment court judges.

12 (3) For drug treatment court grants, consideration for  
13 priority may be given to those courts where higher instances of  
14 substance abuse cases are filed.

15 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula  
16 grant funding as an interdepartmental grant from the department of  
17 state police to be used for expansion of drug treatment courts, to  
18 assist in avoiding prison bed space growth for nonviolent offenders  
19 in collaboration with the department of corrections.

20 Sec. 312. From the funds appropriated in part 1, the state  
21 court administrator shall produce a statistical report regarding  
22 the implementation of the parental rights restoration act, 1990 PA  
23 211, MCL 722.901 to 722.908, as it pertains to minors seeking a  
24 court-issued waiver of parental consent. The state court  
25 administrative office shall report the total number of petitions  
26 filed and the total number of petitions granted under that act.

27 Sec. 317. Funds appropriated in part 1 shall not be used for



1 the permanent assignment of state-owned vehicles to justices or  
2 judges or any other judicial branch employee. This section does not  
3 preclude the use of state-owned motor pool vehicles for state  
4 business in accordance with approved guidelines.

5       Sec. 320. (1) From the funds appropriated in part 1 for the  
6 swift and sure sanctions program, created under section 3 of  
7 chapter XIA of the code of criminal procedure, 1927 PA 175, MCL  
8 771A.3, the state court administrative office shall administer a  
9 program to distribute grants to qualifying courts in accordance  
10 with the objectives and requirements of the probation swift and  
11 sure sanctions act, chapter XIA of the code of criminal procedure,  
12 1927 PA 175, MCL 771A.1 to 771A.8. Of the \$3,000,000.00 designated  
13 for the program, not more than \$100,000.00 shall be available to  
14 the state court administrative office to pay for employee costs  
15 associated with the administration of the program funds. Courts  
16 interested in participating in the swift and sure sanctions program  
17 may apply to the state court administrative office for a portion of  
18 the funds appropriated in part 1 under this section.

19       (2) By April 1, the state court administrative office shall  
20 provide a report on the courts that receive funding under the swift  
21 and sure sanctions program described in subsection (1) to the  
22 senate and house appropriations subcommittees on judiciary, the  
23 senate and house fiscal agencies, and the state budget director.  
24 The report shall include all of the following:

25       (a) The number of offenders who participate in the program.

26       (b) The criminal history of offenders who participate in the  
27 program.



1 (c) The recidivism rate of offenders who participate in the  
2 program, including the rate of return to jail, prison, or both.

3 (d) A detailed description of the establishment and parameters  
4 of the program.

5 (3) As used in this section, "program" means a swift and sure  
6 sanctions program described in subsection (1).

7 Sec. 321. It is the intent of the legislature that the  
8 judicial branch support a statewide legal self-help Internet  
9 website and local nonprofit self-help centers that use the  
10 statewide website to provide assistance to individuals representing  
11 themselves in civil legal proceedings. The state court  
12 administrative office shall summarize the costs of maintaining the  
13 website, provide statistics on the number of people visiting the  
14 website, and provide information on content usage, form completion,  
15 and user feedback. By March 1, the state court administrative  
16 office shall report this information for the preceding fiscal year  
17 to the senate and house appropriations subcommittees on judiciary,  
18 the senate and house fiscal agencies, and the state budget  
19 director.

20 Sec. 322. If Byrne formula grant funding is awarded to the  
21 state appellate defender, the state appellate defender office may  
22 receive and expend Byrne formula grant funds in an amount not to  
23 exceed \$250,000.00 as an interdepartmental grant from the  
24 department of state police. If the appellate defender appointed  
25 under section 3 of the appellate defender act, 1978 PA 620, MCL  
26 780.713, receives federal grant funding from the United States  
27 Department of Justice in excess of the amount appropriated in part



1 1, the office of appellate defender may receive and expend grant  
2 funds in an amount not to exceed \$300,000.00 as other federal  
3 grants.

4 Sec. 322a. If Byrne formula grant funding is awarded to the  
5 Michigan indigent defense commission, the Michigan indigent defense  
6 commission may receive and expend Byrne formula grant funds in an  
7 amount not to exceed \$250,000.00 as an interdepartmental grant from  
8 the department of state police. The Michigan indigent defense  
9 commission, created under section 5 of the Michigan indigent  
10 defense commission act, 2013 PA 93, MCL 780.985, may receive and  
11 expend federal grant funding from the United States Department of  
12 Justice in an amount not to exceed \$300,000.00 as other federal  
13 grants.

14 PART 2A

15 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

16 FOR FISCAL YEAR 2016-2017

17 **GENERAL SECTIONS**

18 Sec. 1201. It is the intent of the legislature to provide  
19 appropriations for the fiscal year ending on September 30, 2017 for  
20 the line items listed in part 1. The fiscal year 2016-2017  
21 appropriations are anticipated to be the same as those for fiscal  
22 year 2015-2016, except that the line items will be adjusted for  
23 changes in caseload and related costs, federal fund match rates,  
24 economic factors, and available revenue. These adjustments will be  
25 determined after the January 2016 consensus revenue estimating



1 conference.

2 ARTICLE XIII  
3 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS  
4 PART 1  
5 LINE-ITEM APPROPRIATIONS

6 Sec. 101. The amounts listed in this part are appropriated for  
7 the department of licensing and regulatory affairs, subject to the  
8 conditions set forth in part 2, for the fiscal year ending  
9 September 30, 2016, from the funds identified in this part. The  
10 following is a summary of the appropriations in this part:

11 **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

12 APPROPRIATION SUMMARY

13	Full-time equated unclassified positions .....	57.5	
14	Full-time equated classified positions .....	2,805.3	
15	GROSS APPROPRIATION .....		\$ 539,296,100
16	Interdepartmental grant revenues:		
17	Total interdepartmental grants and intradepartmental		
18	transfers.....		16,279,900
19	ADJUSTED GROSS APPROPRIATION .....		\$ 523,016,200
20	Federal revenues:		
21	Total federal revenues .....		200,388,700
22	Special revenue funds:		
23	Total local revenues .....		679,000
24	Total private revenues .....		311,300
25	Total other state restricted revenues .....		298,742,500



1	State general fund/general purpose .....	\$	22,894,700
2	<b>Sec. 102. DEPARTMENTAL ADMINISTRATION</b>		
3	Full-time equated unclassified positions .....		57.5
4	Full-time equated classified positions .....		123.0
5	Unclassified salaries--57.5 FTE positions .....	\$	4,840,200
6	Executive director programs--32.0 FTE positions .....		4,614,200
7	Administrative services--78.0 FTE positions .....		8,944,600
8	Office of regulatory reinvention--4.0 FTE positions ..		482,600
9	Office of reinventing performance in Michigan--6.0 FTE		
10	positions.....		700,000
11	FOIA coordination--2.0 FTE positions .....		302,900
12	Local community stabilization authority--1.0 FTE		
13	position.....		150,000
14	Property management .....		16,710,800
15	Information technology services and projects .....		41,417,900
16	Worker's compensation .....		<u>591,600</u>
17	GROSS APPROPRIATION .....	\$	78,754,800
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG-DIFS, accounting services .....		150,000
21	IDG - reinventing performance in Michigan .....		525,000
22	Federal revenues:		
23	DOL, multiple grants for safety and health .....		992,400
24	DOL-ETA, employment and training administration .....		4,200
25	DOL-ETA, unemployment insurance .....		30,309,300
26	Federal revenues .....		2,212,700
27	Title XVIII Medicare .....		1,165,600



1	Title XIX Medicaid .....	21,700
2	Title XIX Medicaid, facility certification fees .....	687,000
3	Special revenue funds:	
4	Local stabilization authority contract .....	150,000
5	Aboveground storage tank fees .....	145,500
6	Accountancy enforcement fund .....	67,000
7	Asbestos abatement fund .....	179,600
8	Boiler inspection fund .....	630,800
9	Builder enforcement fund .....	98,800
10	Construction code fund .....	1,609,400
11	Contingent fund, penalty and interest account .....	28,400
12	Corporation fees .....	8,097,900
13	Elevator fees .....	683,400
14	Fire alarm fees .....	5,300
15	Fire safety standard and enforcement fund .....	1,100
16	Fire service fees .....	771,800
17	Fireworks safety fund .....	93,600
18	Health professions regulatory fund .....	2,672,200
19	Health systems fees .....	438,900
20	Licensing and regulation fund .....	3,035,800
21	Liquor license revenue .....	300,000
22	Liquor purchase revolving fund .....	7,046,300
23	Michigan medical marihuana fund .....	917,600
24	Mobile home code fund .....	603,900
25	Motor carrier fees .....	464,300
26	Nurse professional fund .....	36,900
27	PMECSEMA fund .....	217,700



1	Private occupational school license fees .....	164,000
2	Property development fees .....	6,000
3	Public utility assessments .....	3,840,700
4	Radiological health fees .....	296,200
5	Real estate appraiser education fund .....	6,400
6	Real estate education fund .....	15,200
7	Real estate enforcement fund .....	9,900
8	Restructuring mechanism assessments .....	11,000
9	Safety education and training fund .....	1,372,700
10	Second injury fund .....	395,000
11	Securities fees .....	4,594,100
12	Securities investor education and training fund .....	14,400
13	Security business fund .....	3,100
14	Self-insurers security fund .....	255,900
15	Silicosis and dust disease fund .....	173,500
16	Survey and remonumentation fund .....	142,000
17	Tax tribunal fund .....	1,631,400
18	Unarmed combat fund .....	12,800
19	Underground storage tank fees .....	355,200
20	Utility consumer representation fund .....	52,900
21	Worker's compensation administrative revolving fund ..	99,800
22	State general fund/general purpose .....	\$ 938,500
23	<b>Sec. 103. PUBLIC SERVICE COMMISSION</b>	
24	Full-time equated classified positions .....	184.0
25	Public service commission--184.0 FTE positions .....	\$ <u>29,624,000</u>
26	GROSS APPROPRIATION .....	\$ 29,624,000
27	Appropriated from:	



1	Federal revenues:		
2	DOE-OEERE, multiple grants .....		56,700
3	DOT, gas pipeline safety .....		1,219,900
4	Special revenue funds:		
5	Motor carrier fees .....		2,510,000
6	Public utility assessments .....		25,286,500
7	Restructuring mechanism assessments .....		550,900
8	State general fund/general purpose .....	\$	0
9	<b>Sec. 104. LIQUOR CONTROL COMMISSION</b>		
10	Full-time equated classified positions .....	143.0	
11	Management support services--28.0 FTE positions .....		\$ 4,361,200
12	Liquor licensing and enforcement--115.0 FTE positions .....		<u>15,089,200</u>
13	GROSS APPROPRIATION .....		\$ 19,450,400
14	Appropriated from:		
15	Special revenue funds:		
16	Direct shipper enforcement revolving fund .....		124,500
17	Liquor license fee enhancement fund .....		75,000
18	Liquor license revenue .....		6,339,100
19	Liquor purchase revolving fund .....		12,911,800
20	State general fund/general purpose .....		\$ 0
21	<b>Sec. 105. OCCUPATIONAL REGULATION</b>		
22	Full-time equated classified positions .....	805.9	
23	Bureau of fire services--80.0 FTE positions .....		\$ 11,414,500
24	Bureau of construction codes--176.0 FTE positions ....		21,767,000
25	Detroit demolition permit assistance .....		800,000
26	Corporations, securities, and commercial licensing		
27	bureau--178.0 FTE positions .....		26,818,100



1	Bureau of health care services--351.9 FTE positions ..	59,284,100
2	Medical marihuana program--20.0 FTE positions .....	<u>4,228,800</u>
3	GROSS APPROPRIATION .....	\$ 124,312,500
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG-DCH, inspection contract .....	100,000
7	Federal revenues:	
8	Clinical lab improvement .....	401,500
9	DOT .....	60,000
10	Federal revenues .....	1,255,300
11	FEMA .....	28,000
12	Title XVIII Medicare .....	11,814,200
13	Title XIX Medicaid .....	718,700
14	Title XIX Medicaid, facility certification fees .....	8,272,900
15	Special revenue funds:	
16	Private - civil monetary penalties .....	199,500
17	Aboveground storage tank fees .....	447,200
18	Accountancy enforcement fund .....	404,300
19	Boiler inspection fund .....	3,756,800
20	Builder enforcement fund .....	478,300
21	Construction code fund .....	8,440,000
22	Corporation fees .....	6,916,900
23	Elevator fees .....	4,780,500
24	Fire alarm fees .....	125,400
25	Fire safety standard and enforcement fund .....	40,000
26	Fire service fees .....	2,452,400
27	Fireworks safety fund .....	682,900



1	Health professions regulatory fund .....		23,491,300
2	Health systems fees .....		3,309,300
3	Licensing and regulation fund .....		11,386,500
4	Liquor purchase revolving fund .....		1,185,700
5	Michigan medical marihuana fund .....		4,228,800
6	Mobile home code fund .....		2,982,300
7	Nurse professional fund .....		1,937,200
8	PMECSEMA fund .....		1,821,300
9	Private occupational school license fees .....		817,600
10	Property development fees .....		318,100
11	Real estate appraiser education fund .....		63,200
12	Real estate education fund .....		340,600
13	Real estate enforcement fund .....		696,400
14	Securities fees .....		4,918,700
15	Securities investor education and training fund .....		999,900
16	Security business fund .....		340,100
17	Survey and remonumentation fund .....		837,200
18	Unarmed combat fund .....		137,000
19	Underground storage tank fees .....		2,518,500
20	State general fund/general purpose .....	\$	10,608,000
21	<b>Sec. 106. EMPLOYMENT SERVICES</b>		
22	Full-time equated classified positions .....		1,316.4
23	Workers' compensation agency--56.0 FTE positions .....	\$	7,745,500
24	Insurance funds administration--23.0 FTE positions ...		5,236,300
25	Compensation supplement fund .....		1,820,000
26	Unemployment insurance agency--852.0 FTE positions ...		119,667,900
27	Bureau of services for blind persons--113.0 FTE		



1	positions.....	25,011,000
2	Bureau of employment relations--22.0 FTE positions ...	4,117,800
3	Career tech and skilled trades training program .....	15,600,000
4	Michigan occupational safety and health	
5	administration--197.0 FTE positions .....	28,660,200
6	Radiation safety section--21.4 FTE positions .....	3,437,000
7	Wage and hour program--32.0 FTE positions .....	<u>3,658,300</u>
8	GROSS APPROPRIATION .....	\$ 214,954,000
9	Appropriated from:	
10	Federal revenues:	
11	DOL, multiple grants for safety and health .....	11,695,100
12	DOL-ETA, employment and training administration .....	840,500
13	DOL-ETA, unemployment insurance .....	96,019,700
14	Federal revenues .....	18,279,800
15	Mammography quality standards .....	764,900
16	Special revenue funds:	
17	Local revenues .....	529,000
18	Private revenues .....	111,800
19	Asbestos abatement fund .....	1,016,800
20	Contingent fund, penalty and interest account .....	38,407,700
21	Corporation fees .....	8,455,400
22	Michigan business enterprise program fund .....	562,000
23	Radiological health fees .....	2,672,100
24	Safety education and training fund .....	9,554,100
25	Second injury fund .....	2,814,600
26	Securities fees .....	8,484,500
27	Self-insurers security fund .....	1,337,100



1	Silicosis and dust disease fund .....	1,084,600
2	Worker's compensation administrative revolving fund ..	2,462,800
3	State general fund/general purpose .....	\$ 9,861,500
4	<b>Sec. 107. MICHIGAN ADMINISTRATIVE HEARING SYSTEM</b>	
5	Full-time equated classified positions .....	233.0
6	Michigan administrative hearing system--215.0 FTE	
7	positions.....	\$ 38,678,000
8	Michigan compensation appellate commission--18.0 FTE	
9	positions.....	<u>4,546,700</u>
10	GROSS APPROPRIATION .....	\$ 43,224,700
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG revenues - administrative hearings and rules .....	15,504,900
14	Federal revenues:	
15	DOL-ETA, unemployment insurance .....	4,213,500
16	Federal revenues - administrative hearings and rules .	9,355,100
17	Special revenue funds:	
18	State restricted revenues - administrative hearings	
19	and rules.....	12,783,100
20	Worker's compensation administrative revolving fund ..	333,200
21	State general fund/general purpose .....	\$ 1,034,900
22	<b>Sec. 108. DEPARTMENT GRANTS</b>	
23	Fire protection grants .....	\$ 9,273,900
24	Firefighter training grants .....	1,000,000
25	Liquor law enforcement grants .....	7,200,000
26	Medical marihuana operation and oversight grants .....	3,000,000
27	Remonumentation grants .....	7,300,000



1	Subregional libraries state aid .....	451,800
2	Utility consumer representation .....	<u>750,000</u>
3	GROSS APPROPRIATION .....	\$ 28,975,700
4	Appropriated from:	
5	Special revenue funds:	
6	Fire protection fund .....	8,500,000
7	Fireworks safety fund .....	1,000,000
8	Liquor license revenue .....	7,200,000
9	Liquor purchase revolving fund .....	773,900
10	Michigan medical marihuana fund .....	3,000,000
11	Survey and remonumentation fund .....	7,300,000
12	Utility consumer representation fund .....	750,000
13	State general fund/general purpose .....	\$ 451,800

14 PART 2  
 15 PROVISIONS CONCERNING APPROPRIATIONS  
 16 FOR FISCAL YEAR 2015-2016

17 **GENERAL SECTIONS**

18 Sec. 201. Pursuant to section 30 of article IX of the state  
 19 constitution of 1963, total state spending from state resources  
 20 under part 1 for fiscal year 2015-2016 is \$321,637,200.00 and state  
 21 spending from state resources to be paid to local units of  
 22 government for fiscal year 2015-2016 is \$28,225,700.00. The  
 23 itemized statement below identifies appropriations from which  
 24 spending to local units of government will occur:

25 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS



1	Fire protection grants.....	\$	9,273,900
2	Firefighter training grants.....		1,000,000
3	Liquor law enforcement grants .....		7,200,000
4	Medical marihuana operation and oversight grants .....		3,000,000
5	Remonumentation grants .....		7,300,000
6	Subregional libraries state aid .....		<u>451,800</u>
7	Total department of licensing and regulatory		
8	affairs.....	\$	28,225,700

9       Sec. 202. The appropriations authorized under this part and  
10 part 1 are subject to the management and budget act, 1984 PA 431,  
11 MCL 18.1101 to 18.1594.

12       Sec. 203. As used in this part and part 1:

13       (a) "DCH" means the department of community health.

14       (b) "Department" means the department of licensing and  
15 regulatory affairs.

16       (c) "DIFS" means the department of insurance and financial  
17 services.

18       (d) "Director" means the director of the department.

19       (e) "DOE-OEERE" means the United States department of energy,  
20 office of energy efficiency and renewable energy.

21       (f) "DOL" means the United States department of labor.

22       (g) "DOL-ETA" means the United States department of labor,  
23 employment and training administration.

24       (h) "DOT" means the United States department of  
25 transportation.

26       (i) "FEMA" means federal emergency management agency.

27       (j) "Fiscal agencies" means Michigan house fiscal agency and



1 Michigan senate fiscal agency.

2 (k) "FOIA" means the freedom of information act, 1976 PA 442,  
3 MCL 15.231 to 15.246.

4 (l) "FTE" means full-time equated.

5 (m) "IDG" means interdepartmental grant.

6 (n) "PMECSEMA" means pain management education and controlled  
7 substances electronic monitoring and antidiversion.

8 (o) "Subcommittees" means all members of the subcommittees of  
9 the house and senate appropriations committees with jurisdiction  
10 over the budget for the department.

11 Sec. 205. (1) For each new program or program expansion for  
12 which funds in excess of \$500,000.00 are appropriated in part 1,  
13 the department shall identify specific benchmarks intended to  
14 measure the performance or return on taxpayer investment of the  
15 program and its associated expenditures. Not later than November 1,  
16 the department shall report the proposed benchmarks to the house  
17 and senate appropriations subcommittees for that department, the  
18 house and senate fiscal agencies, and the state budget director.  
19 The department shall provide an update on its progress in achieving  
20 those benchmarks at an appropriations subcommittee meeting called  
21 for the purpose of discussing benchmarks and their status.

22 (2) It is the intent of the legislature that any proposal for  
23 a new program or an expansion of an existing program in excess of  
24 \$500,000.00 initiated by the executive branch or the legislature  
25 shall include, as part of the original proposal or budget request,  
26 a list of benchmarks intended to measure the performance or return  
27 on taxpayer investment of the program or spending increase.



1           Sec. 208. The departments and agencies receiving  
2 appropriations in part 1 shall use the Internet to fulfill the  
3 reporting requirements of this part. This requirement may include  
4 transmission of reports via electronic mail to the recipients  
5 identified for each reporting requirement, or it may include  
6 placement of reports on an Internet or intranet site.

7           Sec. 209. Funds appropriated in part 1 shall not be used for  
8 the purchase of foreign goods or services, or both, if  
9 competitively priced and of comparable quality American goods or  
10 services, or both, are available. Preference shall be given to  
11 goods or services, or both, manufactured or provided by Michigan  
12 businesses, if they are competitively priced and of comparable  
13 quality. In addition, preference shall be given to goods or  
14 services, or both, that are manufactured or provided by Michigan  
15 businesses owned and operated by veterans, if they are  
16 competitively priced and of comparable quality.

17           Sec. 210. The director shall take all reasonable steps to  
18 ensure businesses in deprived and depressed communities compete for  
19 and perform contracts to provide services or supplies, or both. The  
20 director shall strongly encourage firms with which the department  
21 contracts to subcontract with certified businesses in depressed and  
22 deprived communities for services, supplies, or both.

23           Sec. 212. The department and agencies receiving appropriations  
24 in part 1 shall receive and retain copies of all reports funded  
25 from appropriations in part 1. Federal and state guidelines for  
26 short-term and long-term retention of records shall be followed.  
27 The department may electronically retain copies or reports unless



1 otherwise required by federal and state guidelines.

2       Sec. 215. The department shall not take disciplinary action  
3 against an employee for communicating with a member of the  
4 legislature or his or her staff.

5       Sec. 216. Not later than November 30, the state budget office  
6 shall prepare and transmit a report that provides for estimates of  
7 the total general fund/general purpose appropriation lapses at the  
8 close of the prior fiscal year. This report shall summarize the  
9 projected year-end general fund/general purpose appropriation  
10 lapses by major departmental program or program areas. The report  
11 shall be transmitted to the chairpersons of the senate and house  
12 appropriations committees and the fiscal agencies.

13       Sec. 218. The departments and agencies receiving  
14 appropriations in part 1 shall prepare a report on out-of-state  
15 travel expenses not later than January 1 of each year. The travel  
16 report shall be a listing of all travel by classified and  
17 unclassified employees outside this state in the immediately  
18 preceding fiscal year that was funded in whole or in part with  
19 funds appropriated in the department's budget. The report shall be  
20 submitted to the house and senate appropriations committee, the  
21 house and senate fiscal agencies, and the state budget director.  
22 The report shall include the following information:

23       (a) The dates of each travel occurrence.

24       (b) The total transportation and related costs of each travel  
25 occurrence, including the proportion funded with state general  
26 fund/general purpose revenues, the proportion funded with state  
27 restricted revenues, the proportion funded with federal revenues,



1 and the proportion funded with other revenues.

2       Sec. 219. No later than April 1, the department shall submit  
3 to the subcommittees and the fiscal agencies a report pertaining to  
4 the following information:

5       (a) The amount, in square footage, of office space paid for  
6 with the appropriation in part 1 for both state-owned and leased  
7 office space, respectively, during the previous fiscal year.

8       (b) The amount, in square footage, of office space actually  
9 utilized by the department for both state-owned and leased office  
10 space, respectively, during the previous fiscal year.

11       (c) The amount of office space the department estimates will  
12 be utilized during the current and subsequent fiscal years.

13       Sec. 220. The department may carry into the succeeding fiscal  
14 year unexpended federal pass-through funds to local institutions  
15 and governments that do not require additional state matching  
16 funds. Federal pass-through funds to local institutions and  
17 governments that are received in amounts in addition to those  
18 included in part 1 and that do not require additional state  
19 matching funds are appropriated for the purposes intended. Within  
20 14 days after the receipt of federal pass-through funds, the  
21 department shall notify the house and senate chairpersons of the  
22 subcommittees, the fiscal agencies, and the state budget director  
23 of pass-through funds appropriated under this section.

24       Sec. 221. Funds appropriated in this part and part 1 shall not  
25 be used by a principal executive department, state agency, or  
26 authority to hire a person to provide legal services that are the  
27 responsibility of the attorney general. This prohibition does not



1 apply to legal services for bonding activities and for those  
2 outside services that the attorney general authorizes.

3       Sec. 223. (1) In addition to the funds appropriated in part 1,  
4 there is appropriated an amount not to exceed \$19,000,000.00 for  
5 federal contingency funds. These funds are not available for  
6 expenditure until they have been transferred to another line item  
7 in part 1 under section 393(2) of the management and budget act,  
8 1984 PA 431, MCL 18.1393.

9       (2) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$25,000,000.00 for state  
11 restricted contingency funds. These funds are not available for  
12 expenditure until they have been transferred to another line item  
13 in part 1 under section 393(2) of the management and budget act,  
14 1984 PA 431, MCL 18.1393.

15       (3) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$7,800,000.00 for local  
17 contingency funds. These funds are not available for expenditure  
18 until they have been transferred to another line item in part 1  
19 under section 393(2) of the management and budget act, 1984 PA 431,  
20 MCL 18.1393.

21       (4) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$400,000.00 for private  
23 contingency funds. These funds are not available for expenditure  
24 until they have been transferred to another line item in part 1  
25 under section 393(2) of the management and budget act, 1984 PA 431,  
26 MCL 18.1393.

27       Sec. 225. (1) Grants supported with private revenues received



1 by the department are appropriated upon receipt and are available  
2 for expenditure by the department, subject to subsection (3), for  
3 purposes specified within the grant agreement and as permitted  
4 under state and federal law.

5 (2) Within 10 days after the receipt of a private grant  
6 appropriated in subsection (1), the department shall notify the  
7 house and senate chairpersons of the subcommittees, the fiscal  
8 agencies, and the state budget director of the receipt of the  
9 grant, including the fund source, purpose, and amount of the grant.

10 (3) The amount appropriated under subsection (1) shall not  
11 exceed \$1,500,000.00.

12 Sec. 227. (1) The department shall sell documents at a price  
13 not to exceed the cost of production and distribution. Money  
14 received from the sale of these documents shall revert to the  
15 department. In addition to the funds appropriated in part 1, these  
16 funds are available for expenditure when they are received by the  
17 department of treasury. This subsection applies only for the  
18 following documents:

19 (a) Corporation and securities division documents, reports,  
20 and papers required or permitted by law pursuant to section 1060(5)  
21 of the business corporation act, 1972 PA 284, MCL 450.2060.

22 (b) The Michigan liquor control code of 1998, 1998 PA 58, MCL  
23 436.1101 to 436.2303.

24 (c) The mobile home commission act, 1987 PA 96, MCL 125.2301  
25 to 125.2349; the business corporation act, 1972 PA 284, MCL  
26 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,  
27 MCL 450.2101 to 450.3192; and the uniform securities act (2002),



1 2008 PA 551, MCL 451.2101 to 451.2703.

2 (d) Worker's compensation health care services rules.

3 (e) Construction code manuals.

4 (f) Copies of transcripts from administrative law hearings.

5 (2) In addition to the funds appropriated in part 1, funds  
6 appropriated for the department under sections 55, 57, 58, and 59  
7 of the administrative procedures act of 1969, 1969 PA 306, MCL  
8 24.255, 24.257, 24.258, and 24.259, and section 203 of the  
9 legislative council act, 1986 PA 268, MCL 4.1203, are appropriated  
10 for all expenses necessary to provide for the cost of publication  
11 and distribution.

12 (3) Unexpended funds at the end of the fiscal year shall carry  
13 forward to the subsequent fiscal year and not lapse to the general  
14 fund.

15 Sec. 228. Unless prohibited by law, the department may accept  
16 credit card or other electronic means of payment for licenses,  
17 fees, or permits.

18 Sec. 229. The department shall maintain, on a publicly  
19 accessible website, a department scorecard that identifies, tracks,  
20 and regularly updates key metrics that are used to monitor and  
21 improve the department's performance.

22 Sec. 231. The department shall cooperate with the department  
23 of technology, management, and budget to maintain a searchable  
24 website accessible by the public at no cost that includes, but is  
25 not limited to, all of the following for each department or agency:

26 (a) Fiscal year-to-date expenditures by category.

27 (b) Fiscal year-to-date expenditures by appropriation unit.



1 (c) Fiscal year-to-date payments to a selected vendor,  
2 including the vendor name, payment date, payment amount, and  
3 payment description.

4 (d) The number of active department employees by job  
5 classification.

6 (e) Job specifications and wage rates.

7 Sec. 232. The department shall not develop or produce any  
8 television or radio productions.

9 Sec. 234. Within 14 days after the release of the executive  
10 budget recommendation, the department shall cooperate with the  
11 state budget office to provide the senate and house appropriations  
12 chairs, the senate and house appropriations subcommittees chairs,  
13 and the senate and house fiscal agencies with an annual report on  
14 estimated state restricted fund balances, state restricted fund  
15 projected revenues, and state restricted fund expenditures for the  
16 preceding and current fiscal years.

17 Sec. 235. Total authorized appropriations from all sources  
18 under part 1 for legacy costs for the fiscal year ending September  
19 30, 2016 are \$68,953,000.00. From this amount, total agency  
20 appropriations for pension-related legacy costs are estimated at  
21 \$39,137,600.00. Total agency appropriations for retiree health care  
22 legacy costs are estimated at \$29,815,400.00.

23 Sec. 241. (1) The department may charge registration fees to  
24 attendees of informational, training, or special events sponsored  
25 by the department.

26 (2) These fees shall reflect the costs for the department to  
27 sponsor the informational, training, or special events.



1 (3) Revenue generated by the registration fees is appropriated  
2 upon receipt and available for expenditure to cover the  
3 department's costs of sponsoring informational, training, or  
4 special events.

5 (4) Revenue generated by registration fees in excess of the  
6 department's costs of sponsoring informational, training, or  
7 special events shall carry forward to the subsequent fiscal year  
8 and not lapse to the general fund.

9 (5) Not later than November 15, the department shall submit a  
10 report to the subcommittees, fiscal agencies, and the state budget  
11 office that identifies each of the following in the immediately  
12 preceding fiscal year:

13 (a) Each informational, training, or special event sponsored  
14 by the department.

15 (b) The amount of revenue generated by registration fees.

16 (c) The amount expended for the department's costs of  
17 sponsoring informational, training, or special events.

18 (d) Any balance carried forward into the subsequent fiscal  
19 year.

20 (6) The amount appropriated under subsection (3) shall not  
21 exceed \$500,000.00.

22 Sec. 242. The department may make available to interested  
23 entities otherwise unavailable customized listings of  
24 nonconfidential information in its possession, such as names and  
25 addresses of licensees. The department may establish and collect a  
26 reasonable charge to provide this service. The revenue received  
27 from this service shall be used to offset expenses to provide the



1 service. Any balance of this revenue collected and unexpended at  
2 the end of the fiscal year shall revert to the appropriate  
3 restricted fund.

4 Sec. 243. The department shall work to establish memoranda of  
5 understanding with other state departments or agencies that  
6 participate in the reinventing performance in Michigan program  
7 supported by appropriations in part 1. Each memorandum shall detail  
8 a mechanism for the department to recover costs related to program  
9 services performed on behalf of the receiving agency. Not later  
10 than March 1, the department shall submit a report to the state  
11 budget office, subcommittees, and fiscal agencies containing the  
12 following information:

13 (a) The name of each state department or agency participating  
14 in the program.

15 (b) Whether a memorandum of understanding was established with  
16 each participating state department or agency.

17 (c) The amount agreed upon in each memorandum of  
18 understanding.

19 Sec. 245. The department, in conjunction with the department  
20 of community health, shall establish an accounting structure within  
21 the Michigan administrative information network that will allow  
22 expenditures associated with the administration of the Healthy  
23 Michigan plan to be identified.

24 Sec. 248. (1) No later than March 1, the department shall  
25 submit a report to the subcommittees and fiscal agencies pertaining  
26 to licensing and regulatory programs during the previous fiscal  
27 year for the following agencies:



- 1 (a) Public service commission.  
2 (b) Liquor control commission.  
3 (c) Bureau of construction codes.  
4 (d) Corporations, securities, and commercial licensing bureau.  
5 (e) Bureau of health care services.  
6 (f) Michigan occupational safety and health administration.  
7 (2) The report shall provide, but is not limited to, the  
8 following information for each agency in subsection (1):  
9 (a) Revenue generated by and expenditures disbursed for each  
10 regulatory product.  
11 (b) Number of applications, both initial and renewal, for each  
12 regulatory product.  
13 (c) Number of applications, both initial and renewal, approved  
14 for each regulatory product.  
15 (d) Number of applications, both initial and renewal, denied  
16 for each regulatory product.  
17 (e) Average amount of time, both tolled and untolled, to  
18 approve or deny applications, both initial and renewal, for each  
19 regulatory product.  
20 (f) Number of examinations proctored for initial applications  
21 for each regulatory product, if applicable.  
22 (g) Number of complaints received pertaining to each regulated  
23 activity.  
24 (h) Number of investigations opened pertaining to each  
25 regulated activity.  
26 (i) Number of investigations closed pertaining to each  
27 regulated activity.



1 (j) Average amount of time to close investigations pertaining  
 2 to each regulated activity.

3 (k) Number of enforcement actions pertaining to each regulated  
 4 activity.

5 (l) Number of administrative hearings pertaining to each  
 6 regulated activity.

7 (m) Number of administrative hearing adjudications pertaining  
 8 to each regulated activity.

9 (3) As used in subsection (2), "regulatory products" means  
 10 licensure, certification, registration, permitting, approval, or  
 11 any other regulatory service provided by the agencies specified in  
 12 subsection (1) for occupations, facilities, entities, industries,  
 13 or activities regulated by the agencies specified in subsection  
 14 (1).

15 **OCCUPATIONAL REGULATION**

16 Sec. 501. Money appropriated under this part and part 1 for  
 17 the bureau of fire services shall not be expended unless, in  
 18 accordance with section 2c of the fire prevention code, 1941 PA  
 19 207, MCL 29.2c, inspection and plan review fees will be charged  
 20 according to the following schedule:

21 Operation and maintenance inspection fee

22 <u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
23 Hospitals	Any	\$8.00 per bed

24 Plan review and construction inspection fees for  
 25 hospitals and schools

26 <u>Project cost range</u>	<u>Fee</u>
------------------------------	------------



1	\$101,000.00 or less	minimum fee of \$155.00
2	\$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00
3	\$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00
4	\$10,000,001.00 or more	\$1.10 per \$1,000.00
5		or a maximum fee of \$60,000.00.

6           Sec. 502. The funds collected by the department for licenses,  
7 permits, and other elevator regulation fees set forth in the  
8 Michigan administrative code and as determined under section 8 of  
9 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL  
10 408.816, that are unexpended at the end of the fiscal year shall  
11 carry forward to the subsequent fiscal year.

12           Sec. 503. No later than February 15, the department shall  
13 submit a report to the subcommittees, fiscal agencies, and state  
14 budget director providing the following information:

15           (a) The number of honorably discharged veterans, individually  
16 or if a majority interest of a corporation or limited liability  
17 company, that were exempted from paying licensure, registration,  
18 filing, or any other fees collected under each licensure or  
19 regulatory program administered by the bureau of construction codes  
20 and the corporations, securities, and commercial licensing bureau  
21 during the preceding fiscal year.

22           (b) The specific fees and total amount of revenue exempted  
23 under each licensure or regulatory program administered by the  
24 bureau of construction codes and the corporations, securities, and  
25 commercial licensing bureau during the preceding fiscal year.

26           (c) The actual costs of providing licensing and other  
27 regulatory services to veterans exempted from paying licensure,



1 registration, filing, or any other fees during the preceding fiscal  
2 year and a description of how these costs were calculated.

3 (d) The estimated amount of revenue that will be exempted  
4 under each licensure or regulatory program administered by the  
5 bureau of construction codes and the corporations, securities, and  
6 commercial licensing bureau in both the current and subsequent  
7 fiscal years and a description of how the exempted revenue was  
8 estimated.

9 Sec. 505. (1) Funds remaining in the homeowner construction  
10 lien recovery fund are appropriated to the department for payment  
11 of court-ordered homeowner construction lien recovery fund  
12 judgments entered prior to August 23, 2010. Pursuant to available  
13 funds, the payment of final judgments shall be made in the order in  
14 which the final judgments were entered and began accruing interest.

15 (2) Not later than April 1, the department shall submit to the  
16 subcommittees and fiscal agencies a report on the revenues,  
17 expenditures, and balance of the homeowner construction lien  
18 recovery fund as of the end of the previous fiscal year.

19 Sec. 507. The department shall submit a report by January 1 to  
20 the standing committees on appropriations of the senate and house  
21 of representatives, the fiscal agencies, and the state budget  
22 director that includes all of the following information for the  
23 prior fiscal year regarding the medical marihuana program under the  
24 Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to  
25 333.26430:

26 (a) The number of initial applications received.

27 (b) The number of initial applications approved and the number



1 of initial applications denied.

2 (c) The average amount of time, from receipt to approval or  
3 denial, to process an initial application.

4 (d) The number of renewal applications received.

5 (e) The number of renewal applications approved and the number  
6 of renewal applications denied.

7 (f) The average amount of time, from receipt to approval or  
8 denial, to process a renewal application.

9 (g) The percentage of initial applications not approved or  
10 denied within the time requirements established in section 6 of the  
11 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

12 (h) The percentage of renewal applications not approved or  
13 denied within the time requirements established in section 6 of the  
14 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

15 (i) The percentage of registry cards for approved initial  
16 applications not issued within the time requirements established in  
17 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL  
18 333.26426.

19 (j) The percentage of registry cards for approved renewal  
20 applications not issued within the time requirements established in  
21 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL  
22 333.26426.

23 (k) The amount collected from the medical marihuana program  
24 application and renewal fees authorized in section 5 of the  
25 Michigan medical marihuana act, 2008 IL 1, MCL 333.26425.

26 (l) The costs of administering the medical marihuana program  
27 under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421



1 to 333.26430.

2       Sec. 508. If the revenue collected by the department for  
3 health systems administration or radiological health administration  
4 and projects from fees and collections exceeds the amount  
5 appropriated in part 1, the revenue may be carried forward into the  
6 subsequent fiscal year. The revenue carried forward under this  
7 section shall be used as the first source of funds in the  
8 subsequent fiscal year.

9       Sec. 511. No later than February 1, the department shall  
10 submit a report to the subcommittees, fiscal agencies, and state  
11 budget director providing the following information:

12       (a) The total amount of reimbursements made to local units of  
13 government for delegated inspections of fireworks retail locations  
14 pursuant to section 11 of the Michigan fireworks safety act, 2011  
15 PA 256, MCL 28.461, from the funds appropriated in part 1 for the  
16 bureau of fire services during the preceding fiscal year.

17       (b) The amount of reimbursement for delegated inspections of  
18 fireworks retail locations for each local unit of government that  
19 received reimbursement from the funds appropriated in part 1 for  
20 the bureau of fire services during the preceding fiscal year.

21       Sec. 512. To the extent allowed under applicable state and  
22 federal laws, the bureau of health care services shall make  
23 disciplinary actions taken against health professionals publicly  
24 available through the online license verification website.

25       Sec. 513. (1) Beginning October 1, for the purpose of  
26 defraying the costs associated with responding to false final  
27 inspection appointments and to discourage the practice of calling



1 for final inspections when the project is incomplete or  
2 noncompliant with a plan of correction previously provided by the  
3 bureau of fire services, the bureau of fire services may assess a  
4 fee not to exceed \$200.00 for responding to confirmed false  
5 inspection appointments. Fees collected under this section shall be  
6 deposited into the restricted account referenced by section 2c(2)  
7 of the fire prevention code, 1941 PA 207, MCL 29.2c, and explicitly  
8 identified within the Michigan administrative information network.

9 (2) Not later than September 30, the department shall prepare  
10 a report that provides the amount of the fee assessed under  
11 subsection (1), the number of fees assessed and issued per region,  
12 the cost allocation for the work performed and reduced as a result  
13 of this section, and any recommendations for consideration by the  
14 legislature. The department shall submit this information to the  
15 state budget director, the subcommittees, and the fiscal agencies.

## 16 **EMPLOYMENT SERVICES**

17 Sec. 701. Funds earned or authorized by the DOL in excess of  
18 the gross appropriation in part 1 for the unemployment insurance  
19 agency from the DOL are appropriated and may be expended for  
20 staffing and related expenses incurred in the operation of its  
21 programs. These funds may be spent after the department notifies  
22 the state budget director and the subcommittees of the purpose and  
23 amount of each grant award.

24 Sec. 702. (1) From the funds appropriated in part 1 for the  
25 unemployment insurance agency, the department shall maintain  
26 customer service standards for employers and claimants making use



1 of the various means by which they can access the system.

2 (2) The department shall identify specific outcomes and  
3 performance metrics for this initiative, including, but not limited  
4 to, the following:

5 (a) Unemployment benefit fund balance.

6 (b) Process improvement - fiscal integrity.

7 (c) Process improvement - determination timeliness.

8 (d) Process improvement - determination quality.

9 Sec. 703. (1) From the funds appropriated in part 1 for the  
10 career technology and skilled trades training programs, the  
11 department shall expand workforce training and reemployment  
12 services to better connect workers to in-demand jobs.

13 (2) The department shall identify specific outcomes and  
14 performance metrics for this initiative, including, but not limited  
15 to, the following:

16 (a) New apprenticeships.

17 (b) The jobs created, jobs retained, training completion rate,  
18 employment retention rate at 6 months, and hourly wage rate at 6  
19 months for the skilled trades training program.

20 Sec. 704. (1) The appropriation in part 1 for the bureau of  
21 services for blind persons includes funds for case services. These  
22 funds may be used for tuition payments for blind clients.

23 (2) Revenue collected by the bureau of services for blind  
24 persons and from private and local sources that is unexpended at  
25 the end of the fiscal year may carry forward to the subsequent  
26 fiscal year.

27 Sec. 705. The bureau of services for blind persons shall work



1 collaboratively with service organizations and government entities  
2 to identify qualified match dollars to maximize use of available  
3 federal vocational rehabilitation funds.

4 Sec. 706. Not later than January 1, the department shall  
5 submit a report to the subcommittees and fiscal agencies including,  
6 but not limited to, the following information pertaining to the  
7 activities of the youth low-vision program during the preceding  
8 fiscal year:

9 (a) Number of individuals, classified by age, who received  
10 services or devices.

11 (b) Description of the services and devices purchased under  
12 the program.

13 (c) Total payments to each provider of services or devices,  
14 classified by the county in which the provider is located.

15 (d) Amount by which private health insurance or other public  
16 health programs were utilized to offset the expense of services or  
17 devices.

18 (e) Amount of expenditures under the program that qualified  
19 for federal matching revenue and the amount of federal matching  
20 revenue received by the department.

21 Sec. 707. The bureau of services for blind persons may provide  
22 and enter into agreements to provide general services, training,  
23 meetings, information, special equipment, software, facility use,  
24 and technical consulting services to other principal executive  
25 departments, state agencies, local units of government, the  
26 judicial branch of government, other organizations, and patrons of  
27 department facilities. The department may charge fees for these



1 services that are reasonably related to the cost of providing the  
2 services. In addition to the funds appropriated in part 1, funds  
3 collected by the department for these services are appropriated for  
4 all expenses necessary. The funds appropriated under this section  
5 are allotted for expenditure when they are received by the  
6 department of treasury.

7 **DEPARTMENT GRANTS**

8 Sec. 901. The appropriation in part 1 for fire protection  
9 grants shall be appropriated to cities, villages, and townships  
10 with state-owned facilities for fire services, instead of taxes, in  
11 accordance with 1977 PA 289, MCL 141.951 to 141.956.

12 Sec. 902. (1) Not later than November 30, the department shall  
13 prepare a report that provides the number of registry  
14 identification cards issued to or renewed for patients residing in  
15 each county as of September 30 of the preceding fiscal year, under  
16 the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to  
17 333.26430. The department shall submit this report to the state  
18 budget director, the subcommittees, and the fiscal agencies.

19 (2) The department shall expend the funds appropriated in part  
20 1 for medical marihuana operation and oversight grants for grants  
21 to county law enforcement offices for the operation and oversight  
22 of the Michigan medical marihuana program pursuant to section 6(I)  
23 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.  
24 These grants shall be distributed proportionately based on the  
25 number of registry identification cards issued to or renewed for  
26 the residents of each county whose county law enforcement office



1 applied for a grant under subsection (3). For the purposes of this  
2 subsection, operation and oversight grants are for education,  
3 communication, and enforcement of the Michigan medical marihuana  
4 act, 2008 IL 1, MCL 333.26421 to 333.26430.

5 (3) No later than December 1, the department shall post a  
6 listing of potential grant money available to each county law  
7 enforcement office on its website. A county law enforcement office  
8 requesting a grant shall apply on a form developed by the  
9 department and available on the website. The form shall contain the  
10 county law enforcement office's specific projected plan for use of  
11 the money and its agreement to maintain all records and to submit  
12 documentation to the department to support the use of the grant  
13 money.

14 (4) In order to be eligible to receive a grant under  
15 subsection (2), a county law enforcement office shall apply no  
16 later than January 1 and agree to report how the grant was expended  
17 and provide that report to the department no later than September  
18 15. The department shall submit a report no later than October 15  
19 of the subsequent fiscal year to the state budget director, the  
20 subcommittees, and the fiscal agencies detailing the grant amounts  
21 by recipient and the reported uses of the grants in the preceding  
22 fiscal year.

23 (5) County law enforcement offices may distribute  
24 discretionary grants made under subsection (2) to municipal law  
25 enforcement agencies for the operation and oversight of the  
26 Michigan medical marihuana program pursuant to section 6(1) of the  
27 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. If a



1 county law enforcement office distributes a discretionary grant in  
2 this manner, that county law enforcement office shall require the  
3 receiving municipal law enforcement agency to provide a report on  
4 how that grant was spent. Reports from municipal law enforcement  
5 agencies shall be included as part of the report submitted to the  
6 department as required in subsection (4).

7 Sec. 903. (1) The amount appropriated in part 1 for  
8 firefighter training grants shall only be expended for payments to  
9 counties to reimburse organized fire departments for firefighter  
10 training and other activities required under the firefighters  
11 training council act, 1966 PA 291, MCL 29.361 to 29.377.

12 (2) If the amount appropriated in part 1 for firefighter  
13 training grants is expended by the firefighter training council,  
14 established in section 3 of the firefighters training council act,  
15 1966 PA 291, MCL 29.363, for payments to counties under section 14  
16 of the firefighters training council act, 1966 PA 291, MCL 29.374,  
17 it is the intent of the legislature that:

18 (a) The amount appropriated in part 1 for firefighter training  
19 grants shall be disbursed pursuant to section 14(2) of the  
20 firefighters training council act, 1966 PA 291, MCL 29.374.

21 (b) If the amount disbursed to any county under subsection  
22 (2)(a) is less than \$5,000.00, the amounts disbursed to each county  
23 under subsection (2)(a) shall be adjusted to provide for a minimum  
24 payment of \$5,000.00 to each county.

25 (3) No later than February 1, the department shall submit a  
26 financial report to the subcommittees and fiscal agencies  
27 identifying the following information for the preceding fiscal



1 year:

2 (a) The amount of the payments that would be made to each  
3 county if the distribution formula described by the first sentence  
4 of section 14(2) of the firefighters training council act, 1966 PA  
5 291, MCL 29.374, would have been utilized to disburse the total  
6 amount appropriated in part 1 for firefighter training grants.

7 (b) The amount of the payments approved by the firefighter  
8 training council for disbursement to each county.

9 (c) The amount of the payments actually expended or encumbered  
10 within each county.

11 (d) A description of any other payments or expenditures made  
12 under the authority of the firefighter training council.

13 (e) The amount of payments approved for disbursements to  
14 counties that was not expended or encumbered and lapsed back to the  
15 fireworks safety fund pursuant to subsection (4).

16 (4) It is the intent of the legislature that the amount  
17 appropriated in part 1 for firefighter training grants be adjusted  
18 each fiscal year to reflect lapses from the preceding fiscal year  
19 into the fireworks safety fund created in section 11 of the  
20 Michigan fireworks safety act, 2011 PA 256, MCL 28.461, for the  
21 purpose of ensuring that lapsed grant funds are reallocated in  
22 subsequent fiscal years.

23 Sec. 904. (1) The funds appropriated in part 1 for a regional  
24 or subregional library shall not be released until a budget for  
25 that regional or subregional library has been approved by the  
26 department for expenditures for library services directly serving  
27 the blind and persons with disabilities.



1           (2) In order to receive subregional state aid as appropriated  
 2 in part 1, a regional or subregional library's fiscal agency shall  
 3 agree to maintain local funding support at the same level in the  
 4 current fiscal year as in the fiscal agency's preceding fiscal  
 5 year. If a reduction in expenditures equally affects all agencies  
 6 in a local unit of government that is the regional or subregional  
 7 library's fiscal agency, that reduction shall not be interpreted as  
 8 a reduction in local support and shall not disqualify a regional or  
 9 subregional library from receiving state aid under part 1. If a  
 10 reduction in income affects a library cooperative or district  
 11 library that is a regional or subregional library's fiscal agency  
 12 or a reduction in expenditures for the regional or subregional  
 13 library's fiscal agency, a reduction in expenditures for the  
 14 regional or subregional library shall not be interpreted as a  
 15 reduction in local support and shall not disqualify a regional or  
 16 subregional library from receiving state aid under part 1.

17

## ARTICLE XIV

18

## DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

19

## PART 1

20

## LINE-ITEM APPROPRIATIONS

21

Sec. 101. There is appropriated for the department of military

22

and veterans affairs for the fiscal year ending September 30, 2016,

23

from the following funds:

24

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

25

## APPROPRIATION SUMMARY



1	Full-time equated unclassified positions .....	9.0	
2	Full-time equated classified positions .....	888.5	
3	GROSS APPROPRIATION .....		\$ 163,953,700
4	Total interdepartmental grants and intradepartmental		
5	transfers.....		99,300
6	Schedule of interdepartmental grant and		
7	intradepartmental transfer revenue sources:		
8	IDG, state police.....	99,300	
9	ADJUSTED GROSS APPROPRIATION .....		\$ 163,854,400
10	Total federal revenues .....		90,208,600
11	Schedule of federal revenue sources:		
12	DOD-DOA-NGB.....	59,931,200	
13	USDVA-VHA.....	27,136,600	
14	Federal counter narcotics revenues .....	100,000	
15	HHS-HCFA, title XIX, Medicaid.....	88,100	
16	HHS-HCFA, Medicare, hospital insurance .....	2,952,700	
17	Total local revenues .....		1,497,400
18	Schedule of local revenue sources:		
19	Local - school aid fund.....	1,497,400	
20	Total private revenues .....		739,600
21	Schedule of private revenue sources:		
22	Private - veterans' homes post and posthumous		
23	funds .....	540,000	
24	Private donations.....	199,600	
25	Total other state restricted revenues .....		23,221,500
26	Schedule of restricted revenue sources:		
27	Billeting fund.....	1,500,000	



1	Lease revenue.....	12,200	
2	Income and assessments.....	13,992,800	
3	Mackinac Bridge authority.....	70,000	
4	Military family relief fund.....	1,000,000	
5	Michigan National Guard armory construction		
6	fund .....	1,000,000	
7	Michigan veterans trust fund.....	5,200,100	
8	Rental fees.....	346,400	
9	Test project fees.....	100,000	
10	State general fund/general purpose .....		\$ 48,187,300
11	State general fund/general purpose schedule:		
12	Ongoing state general fund/general		
13	purpose .....	48,187,300	
14	One-time state general fund/general purpose .....	0	
15	<b>Sec. 102. MILITARY</b>		
16	Full-time equated unclassified positions .....	9.0	
17	Full-time equated classified positions .....	324.0	
18	Unclassified positions .....		\$ 1,390,700
19	Departmental and national guard operations .....		64,239,400
20	Schedule of programs:		
21	Support services .....	1,791,300	
22	Armories and joint force readiness .....	15,879,100	
23	National Guard training facilities		
24	and airbases.....	33,399,400	
25	Michigan youth challenge academy.....	4,541,300	
26	Military family relief fund.....	600,000	
27	Starbase grant.....	2,322,000	



1	National Guard tuition assistance program ..	4,341,600	
2	Information technology services and		
3	projects .....	1,364,700	
4	GROSS APPROPRIATION .....		\$ 65,630,100
5	Appropriated from:		
6	Interdepartmental grant revenues .....		99,300
7	Federal revenues .....		45,444,400
8	Local revenues .....		1,497,400
9	Private revenues .....		199,600
10	State restricted revenues .....		3,023,000
11	State general fund/general purpose .....		\$ 15,366,400
12	<b>Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY</b>		
13	Full-time equated classified positions .....	564.5	
14	Michigan veterans affairs agency .....		\$ 15,498,000
15	Schedule of programs:		
16	Michigan veterans affairs agency		
17	administration.....	6,964,400	
18	Veterans service grants.....	3,333,500	
19	Veterans' trust fund administration.....	1,453,600	
20	Veterans' trust fund grants.....	3,746,500	
21	Veterans' homes .....		\$ 66,325,600
22	Schedule of programs:		
23	Grand Rapids veterans' home .....	45,854,000	
24	Board of managers (Grand Rapids home) .....	665,000	
25	D.J. Jacobetti veterans' home.....	19,531,600	
26	Board of managers (Jacobetti home) .....	275,000	
27	GROSS APPROPRIATION .....		\$ 81,823,600



1	Appropriated from:	
2	Federal revenues .....	29,764,200
3	Private revenues .....	540,000
4	State restricted revenues .....	19,198,500
5	State general fund/general purpose .....	\$ 32,320,900
6	<b>Sec. 104. CAPITAL OUTLAY</b>	
7	Capital outlay .....	\$ 16,500,000
8	Schedule of programs:	
9	Special maintenance - National Guard.....	15,000,000
10	Special maintenance - veterans' homes.....	500,000
11	Land and acquisitions.....	1,000,000
12	GROSS APPROPRIATION .....	\$ 16,500,000
13	Appropriated from:	
14	Federal revenues .....	15,000,000
15	State restricted revenues .....	1,000,000
16	State general fund/general purpose .....	\$ 500,000

17 PART 2  
 18 PROVISIONS CONCERNING APPROPRIATIONS  
 19 FOR FISCAL YEAR 2015-2016

20 **GENERAL SECTIONS**

21 Sec. 201. Pursuant to section 30 of article IX of the state  
 22 constitution of 1963, total state spending from state resources  
 23 under part 1 for fiscal year 2015-2016 is \$71,408,800.00 and state  
 24 spending from state resources to be paid to local units of  
 25 government for fiscal year 2015-2016 is \$102,400.00. The itemized



1 statement below identifies appropriations from which spending to  
2 local units of government will occur:

3 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

4 National Guard operations ..... \$ 52,400

5 Schedule of programs:

6 Payments in lieu of taxes ..... 52,400

7 Michigan veterans affairs agency ..... \$ 50,000

8 Schedule of programs:

9 County counselor education and training

10 expenses ..... 50,000 \_\_\_\_\_

11 TOTAL ..... \$ 102,400

12 Sec. 202. The appropriations authorized under this part and  
13 part 1 are subject to the management and budget act, 1984 PA 431,  
14 MCL 18.1101 to 18.1594.

15 Sec. 203. As used in this part and part 1:

16 (a) "CFDA" means catalog of federal domestic assistance.

17 (b) "Core services" means that phrase as defined in section  
18 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

19 (c) "Department" means the department of military and veterans  
20 affairs.

21 (d) "Director" means the director of the department.

22 (e) "DOD" means the United States Department of Defense.

23 (f) "DOD-DOA-NGB" means the DOD Department of the Army,  
24 National Guard Bureau.

25 (g) "HCFA" means the Health Care Financing Administration, now  
26 renamed the Centers for Medicare and Medicaid Services.

27 (h) "HHS" means the United States Department of Health and



1 Human Services.

2 (i) "HVAC" means heating, ventilation, and air conditioning.

3 (j) "IDG" means interdepartmental grant.

4 (k) "MVAA" means the Michigan veterans affairs agency.

5 (l) "Subcommittees" means all members of the subcommittees of  
6 the senate and house appropriations committees with jurisdiction  
7 over the budget of the department.

8 (m) "USDVA" means the United States Department of Veterans  
9 Affairs.

10 (n) "USDVA-VHA" means the USDVA Veterans Health  
11 Administration.

12 (o) "VSO" means veterans service organization.

13 (p) "Work project" means that term as defined in section 404  
14 of the management and budget act, 1984 PA 431, MCL 18.1404, and  
15 that meets the criteria in section 451a(1) of the management and  
16 budget act, 1984 PA 431, MCL 18.1451a.

17 Sec. 205a. Federal DOD-DOA-NGB funds appropriated in part 1  
18 may be received from, but not limited to, the following programs:  
19 military construction - National Guard (CFDA 12.400), National  
20 Guard military operations and maintenance (CFDA 12.401), National  
21 Guard challenge program (CFDA 12.404), and National Guard starbase  
22 program (CFDA 12.404).

23 Sec. 205b. Federal USDVA-VHA funds appropriated in part 1 may  
24 be received from, but not limited to, the following programs:  
25 grants to states for construction of state home facilities (CFDA  
26 64.005), veterans state domiciliary care (CFDA 64.014), and  
27 veterans state nursing home care (CFDA 64.015).



1           Sec. 205c. Federal HHS-HCFA, Medicare, hospital insurance  
2 funds appropriated in part 1 may be received under the Medicare  
3 supplementary medical insurance program (CFDA 93.774) or other HHS-  
4 HCFA programs.

5           Sec. 205d. Federal HHS-HCFA, title XIX, Medicaid funds  
6 appropriated in part 1 may be received from the Medicaid program  
7 under title XIX of the social security act, 42 USC 1396 to 1396w-5  
8 or other HHS-HCFA programs.

9           Sec. 206. (1) In addition to the funds appropriated in part 1,  
10 there is appropriated an amount not to exceed \$10,000,000.00 for  
11 federal contingency funds. These funds are not available for  
12 expenditure until they have been transferred to another line item  
13 in part 1 under section 393(2) of the management and budget act,  
14 1984 PA 431, MCL 18.1393.

15           (2) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$2,000,000.00 for state  
17 restricted contingency funds. These funds are not available for  
18 expenditure until they have been transferred to another line item  
19 in part 1 under section 393(2) of the management and budget act,  
20 1984 PA 431, MCL 18.1393.

21           (3) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$100,000.00 for local  
23 contingency funds. These funds are not available for expenditure  
24 until they have been transferred to another line item in part 1  
25 under section 393(2) of the management and budget act, 1984 PA 431,  
26 MCL 18.1393.

27           (4) In addition to the funds appropriated in part 1, there is



1 appropriated an amount not to exceed \$100,000.00 for private  
2 contingency funds. These funds are not available for expenditure  
3 until they have been transferred to another line item in part 1  
4 under section 393(2) of the management and budget act, 1984 PA 431,  
5 MCL 18.1393.

6 Sec. 207. The department shall cooperate with the department  
7 of technology, management, and budget to maintain a searchable  
8 website that is accessible by the public at no cost that includes,  
9 but is not limited to, all of the following:

- 10 (a) Fiscal year-to-date expenditures by category.  
11 (b) Fiscal year-to-date expenditures by appropriation unit.  
12 (c) Fiscal year-to-date payments to a selected vendor,  
13 including the vendor name, payment date, payment amount, and  
14 payment description.  
15 (d) The number of active department employees by job  
16 classification.  
17 (e) Job specifications and wage rates.

18 Sec. 208. The departments and agencies receiving  
19 appropriations in part 1 shall use the Internet to fulfill the  
20 reporting requirements of this part. This requirement may include  
21 transmission of reports via electronic mail to the recipients  
22 identified for each reporting requirement, or it may include  
23 placement of reports on an Internet or intranet site.

24 Sec. 209. Funds appropriated in this part and part 1 shall not  
25 be used for the purchase of foreign goods or services, or both, if  
26 competitively priced and of comparable quality American goods or  
27 services, or both, are available. Preference shall be given to



1 goods or services, or both, manufactured or provided by Michigan  
2 businesses, if they are competitively priced and of comparable  
3 quality. In addition, preference shall be given to goods or  
4 services, or both, that are manufactured or provided by Michigan  
5 businesses owned and operated by veterans, if they are  
6 competitively priced and of comparable quality. In addition,  
7 preference shall be given to goods or services, or both, that are  
8 manufactured or provided by Michigan small businesses that have  
9 veterans compose at least 35% of their total workforce. As used in  
10 this section, "veteran" means that term as defined in section 261  
11 of the management and budget act, 1984 PA 431, MCL 18.1261. As used  
12 in this section, "small business" means that term as defined in  
13 section 7a of the administrative procedures act of 1969, 1969 PA  
14 306, MCL 24.207a.

15 Sec. 210. The director shall take all reasonable steps to  
16 ensure businesses in deprived and depressed communities compete for  
17 and perform contracts to provide services or supplies, or both. The  
18 director shall strongly encourage firms with which the department  
19 contracts to subcontract with certified businesses in depressed and  
20 deprived communities for services, supplies, or both.

21 Sec. 216. (1) Notwithstanding any other provision of this  
22 part, the schedule of programs in part 1 lists programs which may,  
23 but are not required to be, funded under part 1.

24 (2) Notwithstanding any other provisions of this part, the  
25 schedule of revenue sources in part 1 may or may not be received  
26 from the funding entities listed.

27 (3) Any funding required by statute is not subject to funding



1 flexibility and shall be funded in accordance with that statute.

2       Sec. 218. The departments and agencies receiving  
3 appropriations in this part and part 1 shall prepare a report on  
4 out-of-state travel expenses not later than January 1 of each year.  
5 The travel report shall be a listing of all travel by classified  
6 and unclassified employees outside this state in the immediately  
7 preceding fiscal year that was funded in whole or in part with  
8 funds appropriated in the department's budget. The report shall be  
9 submitted to the senate and house appropriations committees, the  
10 house and senate fiscal agencies, and the state budget director.  
11 The report shall include the following information:

12       (a) The dates of each travel occurrence.

13       (b) The transportation and related costs of each travel  
14 occurrence, including the proportion funded with state general  
15 fund/general purpose revenues, the proportion funded with state  
16 restricted revenues, the proportion funded with federal revenues,  
17 and the proportion funded with other revenues.

18       Sec. 219. (1) The department shall provide quarterly reports  
19 to the subcommittees, the senate and house fiscal agencies, and the  
20 state budget office, which shall provide the following data:

21       (a) A list of all major work projects, including a status  
22 report of each project.

23       (b) The department's financial status, featuring a report of  
24 budgeted versus actual expenditures by part 1 line item including a  
25 year-end projection of budget requirements. If projected department  
26 budget requirements exceed the allocated budget, the report shall  
27 include a plan to reduce overall expenses while still satisfying



1 specified service level requirements.

2 (c) Evidence of efficiencies and management of funds within  
3 established appropriations.

4 (d) A report on the status of performance metrics cited in  
5 this part and information required to be reported in this part.

6 (e) The number of active employees at the close of the fiscal  
7 quarter by job classification and program.

8 (f) A summary of fund shifts, that have been approved by the  
9 state budget office, that have occurred between items listed in the  
10 schedule of programs mentioned in part 1.

11 (2) The department shall provide a corrective action plan  
12 within 30 days of a quarterly report under this section for any  
13 requirements of this part that have not been achieved. The  
14 department shall provide a monthly status of corrective action  
15 plans.

16 Sec. 222. The appropriations in part 1 are for the core  
17 services, support services, and work projects of the department,  
18 including, but not limited to, the following core services:

19 (a) Armories and joint force readiness.

20 (b) National Guard training facilities and air bases.

21 (c) Michigan youth challenge academy.

22 (d) Military family relief fund.

23 (e) Starbase grant.

24 (f) National Guard tuition assistance program.

25 (g) Michigan veterans affairs agency administration.

26 (h) Veterans service grants.

27 (i) Veterans' trust fund administration.



1 (j) Veterans' trust fund grants.

2 (k) Grand Rapids veterans' home.

3 (l) Board of managers (Grand Rapids).

4 (m) D.J. Jacobetti veterans' home.

5 (n) Board of managers (Jacobetti).

6 Sec. 225. Funds appropriated in this part and part 1 shall not  
7 be used by a principal executive department, state agency, or  
8 authority to hire a person to provide legal services that are the  
9 responsibility of the attorney general. This prohibition does not  
10 apply to legal services for bonding activities and for those  
11 activities that the attorney general authorizes.

12 Sec. 228. Not later than November 30, the state budget office  
13 shall prepare and transmit a report that provides for estimates of  
14 the total general fund/general purpose appropriations lapses at the  
15 close of the prior fiscal year. This report shall summarize the  
16 projected year-end general fund/general purpose appropriations  
17 lapses by major departmental program or program areas. The report  
18 shall be transmitted to the office of the state budget, the  
19 chairpersons of the senate and house standing committees on  
20 appropriations, the subcommittees, and the senate and house fiscal  
21 agencies.

22 Sec. 229. Within 14 days after the release of the executive  
23 budget recommendation, the department shall cooperate with the  
24 state budget office to provide the senate and house appropriations  
25 chairs, the subcommittees, and the senate and house fiscal agencies  
26 with an annual report on estimated state restricted fund balances,  
27 state restricted fund projected revenues, and state restricted fund



1 expenditures for the fiscal years ending September 30, 2015 and  
2 September 30, 2016.

3 Sec. 230. The department shall maintain, on a publicly  
4 accessible website, a department scorecard that identifies, tracks,  
5 and regularly updates key metrics that are used to monitor and  
6 improve the agency's performance.

7 Sec. 231. Total authorized appropriations from all sources  
8 under part 1 for legacy costs for the fiscal year ending September  
9 30, 2016 are \$19,866,900.00. From this amount, total agency  
10 appropriations for pension-related legacy costs are estimated at  
11 \$11,276,300.00, and total agency appropriations for retiree health  
12 care legacy costs are estimated at \$8,590,600.00.

13 Sec. 232. The appropriations in part 1 for capital outlay  
14 shall be carried forward at the end of the fiscal year consistent  
15 with section 248 of the management and budget act, 1984 PA 431, MCL  
16 18.1248.

17 Sec. 233. Sixty days prior to the public announcement of the  
18 intention to sell any department property, the department shall  
19 submit notification of that intent to the subcommittees and the  
20 senate and house fiscal agencies.

21 **MILITARY**

22 **ARMORIES AND JOINT FORCE READINESS**

23 Sec. 302. (1) From the funds appropriated in part 1 for  
24 military operations, the department shall provide for effective and  
25 efficient executive direction and administrative leadership of the  
26 department.



1 (2) The department shall operate and maintain National Guard  
2 armories.

3 (3) The department shall evaluate armories and submit a  
4 quarterly report on the status of the armories.

5 (4) The department shall maintain a system to measure the  
6 condition and adequacy of the armories.

7 (5) The department shall report to the subcommittees, the  
8 senate and house fiscal agencies, and the state budget office by  
9 December 1 information including all of the following:

10 (a) An assessment of the grounds and facilities of each armory  
11 to objectively measure and determine the current facility condition  
12 and capability to support authorized manpower, unit training, and  
13 operations.

14 (b) Recommendations for the placement of new armories, the  
15 relocation or consolidation of existing armories, or a change in  
16 the mission of units assigned to armories to ideally position the  
17 National Guard in current or projected population centers.

18 (c) Recommendations for the enhanced use of armories to  
19 facilitate family support programs during deployments.

20 (d) An analysis of the feasibility, potential costs, and  
21 benefits of shared use of armories with other local, state, or  
22 federal agencies to improve response to local emergencies as well  
23 as the community support provided to armories.

24 (e) An investment strategy and proposed funding amounts in a  
25 prioritized project list to correct the most critical facility  
26 shortfalls across the inventory of armories in this state.

27 **NATIONAL GUARD TRAINING FACILITIES AND AIR BASES**



1           Sec. 304. (1) The department shall provide Army and Air  
2 National Guard forces, when directed, for state and local  
3 emergencies and in support of national military requirements.

4           (2) The department shall operate and maintain Army National  
5 Guard training facilities, including Fort Custer and Camp Grayling.

6           (3) The department shall maintain a system that measures the  
7 condition and adequacy of air facilities using both quality and  
8 functionality criteria.

9           (4) The department shall operate and maintain Air National  
10 Guard air bases, including Selfridge Air National Guard base,  
11 Battle Creek Air National Guard base, and Alpena combat readiness  
12 training center.

13           (5) The department shall provide the following information as  
14 provided under section 219:

15           (a) The apportioned and assigned strength of the Michigan Army  
16 National Guard.

17           (b) The apportioned and assigned strength of the Michigan Air  
18 National Guard.

19           (c) Recruiting, retention, and attrition data, including  
20 measurement against stated performance goals, for the Michigan Army  
21 National Guard.

22           (d) Recruiting, retention, and attrition data, including  
23 measurement against stated performance goals, for the Michigan Air  
24 National Guard.

25 **MICHIGAN YOUTH CHALLENGE ACADEMY**

26           Sec. 307. (1) The department shall maintain the Michigan youth  
27 challenge academy to provide values, skills, education, and self-



1 discipline instruction for at-risk youth as provided under 32 USC  
2 509.

3 (2) The department shall take steps to recruit candidates to  
4 the challenge program from economically disadvantaged areas,  
5 including those with low-income and high-unemployment backgrounds.

6 (3) The department shall partner with the department of human  
7 services to identify youth who may be eligible for the challenge  
8 program from those youth served by department of human services  
9 programs. These eligible youth shall be given priority for  
10 enrollment in the program.

11 (4) The department shall maintain the staffing and resources  
12 necessary to train at least 144 cadets simultaneously at the  
13 Michigan youth challenge academy.

14 (5) The department shall ensure that the average grade level  
15 increase for Michigan youth challenge academy graduates is 2 years  
16 as measured with the test adult basic education (TABE) metrics.

17 **MILITARY FAMILY RELIEF FUND**

18 Sec. 308. (1) The department shall provide grants for  
19 disbursement from the military family relief fund, as provided  
20 under the military family relief fund act, 2004 PA 363, MCL 35.1211  
21 to 35.1216, and R 200.5 to R 200.95 of the Michigan administrative  
22 code.

23 (2) The department shall provide information on the revenues,  
24 expenditures for advertising and assistance grants, and fund  
25 balance of the Michigan military family relief fund, as provided  
26 under section 219.

27 (3) The department shall provide sufficient staffing and other



1 resources to provide outreach to the Michigan families of members  
2 of the reserve component of the armed forces called into active  
3 duty and to support the processing and approval of at least 60  
4 grant applications this fiscal year under the Michigan military  
5 relief fund and report those applications as provided in section  
6 219.

7 **STARBASE GRANT**

8       Sec. 309. (1) The department shall maintain the starbase  
9 program at Air National Guard facilities, as provided under 10 USC  
10 2193b, to improve the knowledge, skills, and interest in math,  
11 science, and technology of students, primarily in the fourth and  
12 fifth grades. The starbase program is to specifically target  
13 minority and at-risk students for participation.

14       (2) The starbase program shall maintain current program  
15 offerings serving K-12 school districts in the state through  
16 existing program sites which include Starbase One, located at  
17 Selfridge Air National Guard base, Starbase Battle Creek, located  
18 at Battle Creek Air National Guard base, and Starbase Alpena,  
19 located at Alpena combat readiness training center.

20 **NATIONAL GUARD TUITION ASSISTANCE PROGRAM**

21       Sec. 310. (1) The department shall establish and maintain a  
22 National Guard tuition assistance program for members of the  
23 Michigan Air and Army National Guard.

24       (2) The objective of the National Guard tuition program is to  
25 bolster military readiness by increasing recruitment and retention  
26 of Michigan Air and Army National Guard service members (and to  
27 fill federally authorized strength levels for the state), improve



1 the Michigan Air and Army National Guard's competitive draw from  
2 other military enlistment options in the state, enhance the ability  
3 of the Michigan Air and Army National Guard to compete for members  
4 and federal dollars with surrounding states, and increase the pool  
5 of eligible candidates within the Michigan Air and Army National  
6 Guard to become commissioned officers.

7 (3) The department shall make efforts to reach the number of  
8 Michigan Air and Army National Guard members participating in the  
9 program to 1,000 during the third year of the program's existence.  
10 To evaluate the effectiveness of the program, the department shall  
11 monitor the number of new recruits and new reenlistments and the  
12 percentage of those who become participants in the program and by  
13 how competitively the percentage of authorized Michigan Air and  
14 Army National Guard strength obtained--and retained--compares to  
15 the neighboring air and army national guards from the states of  
16 Illinois, Indiana, Ohio, and Wisconsin.

17 (4) Except as otherwise provided in this subsection, the  
18 National Guard tuition program shall be designed after the federal  
19 tuition assistance program model and shall cover 100% of tuition  
20 and authorized fees, up to \$4,500.00 a year, for Michigan Air and  
21 Army National Guard members to pursue course work in programs  
22 leading to a certificate, a first associate, bachelor's, or  
23 master's degree. To be eligible for the program, a Michigan Air and  
24 Army National Guard member would have to be qualified in a military  
25 occupational skill, remain in active drilling status with a service  
26 contract, be a member in good standing, meet yearly physical  
27 fitness and weight control standards, and maintain a 2.0 GPA (on a



1 4.0 scale).

2 **INFORMATION TECHNOLOGY SERVICES AND PROJECTS**

3 Sec. 311. The funds appropriated in part 1 for information  
4 technology services and projects shall be used as a pass through  
5 via an IDG to the department of technology, management, and budget  
6 for technology services, including maintenance and repair services,  
7 and technology projects, to maximize the operational efficiency and  
8 effectiveness of the department.

9 Sec. 312. There is created and established under the  
10 jurisdiction and control of the department of military and veterans  
11 affairs a revolving account to be known as the billeting fund  
12 account. All fees and other revenue generated from the operation of  
13 the chargeable transient quarters program shall be deposited in the  
14 billeting fund account. Appropriations shall be made from the  
15 account for the support of program operations and the maintenance  
16 and operations of the chargeable transient quarters program.  
17 Appropriations shall not exceed the estimated revenues for the  
18 fiscal year in which they are made, together with unexpended  
19 balances from prior years. The department of military and veterans  
20 affairs shall submit an annual report of operations and  
21 expenditures regarding the billeting fund account to the  
22 appropriations committees of the senate and house of  
23 representatives, the senate and house fiscal agencies, and the  
24 state budget office at the end of the fiscal year.

25 **MICHIGAN VETERANS AFFAIRS AGENCY**

26 **MICHIGAN VETERANS AFFAIRS AGENCY ADMINISTRATION**



1           Sec. 400. (1) The Michigan veterans affairs agency shall  
2 provide outreach services to Michigan veterans that advise them on  
3 the benefits to which they are entitled, as provided under  
4 Executive Reorganization Order No. 2013-2, MCL 32.92. The MVAA  
5 shall also do the following:

6           (a) Maintain the staffing partnerships and other resources  
7 necessary to develop and operate an outreach program that will  
8 communicate benefit eligibility information to at least 50% of  
9 Michigan's veterans population, as assessed by annual census  
10 estimates, with a goal of reaching 100% and enable 100% to access  
11 benefit information online.

12           (b) Communicate veteran benefit information pertaining to the  
13 Michigan military family relief fund, Michigan veterans' trust  
14 fund, and USDVA health, financial, and memorial benefits to which  
15 they are entitled.

16           (c) Provide sufficient staffing and other resources to approve  
17 requests for military discharge certificates (DD-214) annually and  
18 report that information as provided in section 219.

19           (d) Continue the process to digitize all medical records and  
20 military discharge documents which are currently on paper and  
21 microfilm, and report the number of digitized documents as provided  
22 in section 219.

23           (e) Provide a report, as provided under section 219, on the  
24 MVAA's performance on the performance measures, outcomes, and  
25 initiatives developed by the agency in the strategic plan required  
26 by section 501 of 2013 PA 9.

27           (f) Provide a report to the subcommittees, senate and house



1 fiscal agencies, and the state budget office no later than April 1  
2 providing for the following:

3 (i) To the extent known, data on the estimated number of  
4 homeless veterans, by county, in the state.

5 (ii) A summary of the activities and strategies developed to  
6 date under the MVAA community assessment and regional service  
7 delivery model pilot projects.

8 (2) From the funds appropriated in part 1, the MVAA shall  
9 provide for the regional coordination of services, as follows:

10 (a) Regional coordinators shall be selected by the MVAA  
11 through a grant agreement with veterans service organizations or by  
12 other means.

13 (b) Regional coordinators shall provide the following  
14 services:

15 (i) Coordinate veteran benefit counselors' efforts throughout  
16 a specified region.

17 (ii) Coordinate services with the department of human  
18 services, the department of community health, and the department of  
19 corrections.

20 (iii) Coordinate with regional workforce and economic  
21 development agencies.

22 (iv) Coordinate activities among local foundations, non-profit  
23 organizations, and community groups to improve accessibility,  
24 enrollment, and utilization of the array of health care, education,  
25 employment assistance, and quality of life services provided at the  
26 local level.

27 (c) The MVAA may work with MVAA service officers, regional



1 coordinators, county veteran counselors, VSO service officers, and  
2 other service providers to incorporate the provision of information  
3 relating to mental health care resources into their daily  
4 operations to aid veterans in understanding the mental health care  
5 support services they may be eligible to receive.

6 (d) The MVAA may work with the department of human services  
7 and the department of community health to identify Medicaid  
8 recipients who are veterans and who may be eligible for federal  
9 veterans health care benefits or other benefits to the extent that  
10 the identification does not violate applicable confidentiality  
11 requirements.

12 (e) The MVAA shall collaborate with the department of  
13 corrections to create and maintain a process by which prisoners can  
14 obtain a copy of their DD-214 form or other military discharge  
15 documentation if necessary.

16 (f) The MVAA shall ensure that all MVAA service officers,  
17 county veteran counselors, VSO service officers, and regional  
18 coordinators receive appropriate training in processing  
19 applications for benefits payable to veterans due to military  
20 sexual trauma, post-traumatic stress disorder, depression, anxiety,  
21 substance abuse, or other mental health issues.

22 (3) The MVAA shall provide claims processing services to  
23 Michigan veterans in support of benefit claims submitted to the  
24 USDVA for the health, financial, and memorial benefits for which  
25 they are eligible, and shall do the following:

26 (a) Report the following information as provided in section  
27 219:



1 (i) The number of benefit claims, by type, submitted to the  
2 USDVA by MVAA and coalition partner veteran service officers.

3 (ii) The number of fully developed claims submitted to the  
4 USDVA, with an overall goal of 40% of benefit claims submitted that  
5 are considered fully developed by the USDVA.

6 (b) Maintain the staffing and resources necessary to process a  
7 minimum of 500 claims per year.

8 (4) The MVAA shall maintain staffing and resources necessary  
9 to develop and implement a process to ensure that all county  
10 counselors receive the training and accreditation necessary to  
11 provide quality services to our veterans. The MVAA shall report  
12 information as provided in section 219 on the number and percentage  
13 of county veterans counselors requesting training by the MVAA, with  
14 an overall goal of 100% of county veterans counselors trained.

15 (5) From the funds appropriated in part 1 for MVAA operations,  
16 the MVAA shall provide grant assistance to enhance the capacity and  
17 capabilities of counties in providing benefit claims assistance.  
18 These funds shall be used to continue the implementation of an  
19 Internet-based data system, to increase the number of county  
20 veterans counselors, and to increase the number of counties that  
21 provide service to veterans through county veterans counselors. The  
22 MVAA shall provide a report, as provided in section 219, on the  
23 expenditures and activities of the grant funds directed by this  
24 subsection.

25 (6) From the funds appropriated in part 1 for Michigan  
26 veterans affairs agency administration, the MVAA is authorized to  
27 expend up to \$50,000.00 to hire legal services to represent



1 veterans benefit cases before federal court in order to maintain  
2 accreditation under 38 CFR 14.628(d) (1) (iv).

### 3 **VETERANS SERVICE GRANTS**

4 Sec. 406. (1) The MVAA shall disburse VSO grants to assist  
5 them to achieve agency goals and performance objectives in  
6 partnership with the VSOs. Grants to VSOs will be disbursed to fund  
7 programs and projects which are determined by the agency to meet  
8 agency performance objectives and ensure that VSOs communicate the  
9 availability of emergency grants through the Michigan veterans  
10 trust fund. In disbursing veterans' service grants, the MVAA shall  
11 do the following:

12 (a) Ensure that each VSO that receives grants is issued  
13 performance standards.

14 (b) Ensure that each VSO that receives grant funds uses those  
15 funds for veterans advocacy and outreach.

16 (c) Monitor the performance of each VSO that receives grants.

17 (2) Veterans services grants awarded by the MVAA to veterans  
18 service organizations shall provide for the following, as developed  
19 by the MVAA:

20 (a) The provision of service to veterans statewide, using a  
21 regional service delivery model, with services provided at  
22 specified locations and times, including service provided in state  
23 correctional facilities.

24 (b) The payment of a fixed hourly service rate.

25 (c) A specified number of service hours within each geographic  
26 region of this state, with a statewide goal of at least 116,500  
27 hours, including service hours provided to eligible incarcerated



1 veterans within 1 year of their earliest release date (ERD).

2 (d) Use of an MVAA-designated Internet-based claims data  
3 system.

4 (3) The MVAA shall report the following information as  
5 provided in section 219:

6 (a) A summary of activities supported through the  
7 appropriation in part 1 for veterans service grants, including  
8 separately for each service region, the amount of expenditures to  
9 date, number of service hours, number of claims for benefits  
10 submitted by type of claim, and other information deemed  
11 appropriate by the MVAA.

12 (b) The number of fully developed claims, by type, submitted  
13 to the USDVA by veterans service organizations, with an overall  
14 goal of 40% of benefit claims submitted that are considered fully  
15 developed by the USDVA.

#### 16 **VETERANS' TRUST FUND ADMINISTRATION**

17 Sec. 407. (1) The Michigan veterans' trust fund board together  
18 with the MVAA shall provide emergency grants for disbursement from  
19 the Michigan veterans' trust fund, as provided under the following  
20 program authorities:

21 (a) Sections 37, 38, and 39 of article IX of the state  
22 constitution of 1963.

23 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

24 (c) R 35.1 to R 35.7 of the Michigan administrative code.

25 (d) R 35.621 to R 35.623 of the Michigan administrative code.

26 (2) No later than December 1, the MVAA shall provide a  
27 detailed report of the Michigan veterans' trust fund that includes,



1 for the prior fiscal year, information on grants provided from the  
2 emergency grant program, including details concerning the  
3 methodology of allocations, the selection of emergency grant  
4 program authorized agents, a description of how the emergency grant  
5 program is administered in each county, and a detailed breakdown of  
6 trust fund expenditures for that year, including the amount  
7 distributed to each county for administrative costs and emergency  
8 grants. The report shall also include the number of approved  
9 applications, by category of assistance, and the number of denied  
10 applications, by reason of denial. The report shall also provide an  
11 update on the department's efforts to reduce program administrative  
12 costs and maintain the Michigan veterans' trust fund corpus to its  
13 original amount of at least \$50,000,000.00.

14 (3) From the funds appropriated in part 1 to the Michigan  
15 veterans agency administration, Michigan veterans' trust fund  
16 administration, not more than \$550,000.00 shall be expended on  
17 administration costs; not more than \$400,000.00 shall be expended  
18 on establishing a system to apply for grants through an Internet  
19 website, including posting all relevant information and  
20 documentation needed for submitting a formal application  
21 electronically; and not more than \$450,000.00 shall be expended on  
22 implementation of a regional office model. Any funds not expended  
23 or encumbered at the end of the current fiscal year shall not lapse  
24 but shall be deposited into the Michigan veterans' trust fund  
25 corpus.

26 **VETERANS' TRUST FUND GRANTS**

27 Sec. 408. (1) The MVAA shall provide a report, as provided



1 under section 219, on the financial status of the Michigan  
2 veterans' trust fund, including the number and amount of emergency  
3 grants, state administrative expenses, and county administrative  
4 expenses.

5 (2) The Michigan veterans' trust fund board together with the  
6 agency shall maintain the staffing and resources necessary to  
7 process a minimum of 2,000 applications for veterans' trust fund  
8 emergency grants.

9 **VETERANS' HOMES**

10 Sec. 501. (1) The MVAA and the board of managers shall provide  
11 compassionate and quality nursing and domiciliary care services at  
12 the Grand Rapids and D.J. Jacobetti veterans' homes so that members  
13 can achieve their highest potential of wellness, independence, and  
14 self-worth.

15 (2) The department shall provide resources necessary to  
16 provide adequate nursing care services to veterans in accordance  
17 with federal standards and provide the results of the annual USDVA  
18 survey and certification as proof of compliance.

19 (3) Any contractor providing competency evaluated nursing  
20 assistants to the Grand Rapids or D.J. Jacobetti veterans' home  
21 shall ensure that each CENA has at least 1 eight-hour shift of  
22 shadowing at the veterans' home.

23 (4) Any contractor providing competency evaluated nursing  
24 assistants to the Grand Rapids or D.J. Jacobetti veterans' home  
25 shall ensure that each CENA is competent in the basic skills needed  
26 to perform his or her assigned duties at the veterans' home.

27 (5) Any contractor providing competency evaluated nursing



1 assistants to the Grand Rapids or D.J. Jacobetti veterans' home  
2 shall ensure that each CENA has at least 1 year of experience in  
3 long-term care.

4 (6) The Grand Rapids and D.J. Jacobetti veterans' homes shall  
5 provide each CENA at least 12 hours of in-service training once  
6 that individual has been assigned to the veterans' home.

7 (7) All complaints of abusive or neglectful care at the Grand  
8 Rapids or D.J. Jacobetti veterans' home by a resident member, a  
9 resident member's family or legal guardian, or staff of the  
10 veterans' home, received by a supervisor shall be referred to the  
11 director of nursing upon receipt of such complaint. The director of  
12 nursing shall report on not less than a monthly basis, except that  
13 the board of managers may specify a more frequent reporting period,  
14 to the home administrator, board of managers, agency,  
15 subcommittees, the senate and house fiscal agencies, and the state  
16 budget office the following information:

17 (a) A description of the process by which resident members and  
18 others may file complaints of alleged abuse or neglect at the Grand  
19 Rapids or D.J. Jacobetti veterans' home.

20 (b) Summary statistics on the number and general nature of  
21 complaints of abuse or neglect.

22 (c) Summary statistics on the final disposition of complaints  
23 of abuse or neglect received.

24 (8) The Grand Rapids and D.J. Jacobetti veterans' homes shall  
25 provide an on-site, board-certified psychiatrist for all resident  
26 members with mental health disorders in order to ensure that those  
27 resident members receive needed services in a professional and



1 timely manner. The Grand Rapids and D.J. Jacobetti veterans' homes  
2 shall provide all members and staff a safe and secure environment.

3 (9) The Grand Rapids and D.J. Jacobetti veterans' homes shall  
4 implement controls over its food, maintenance supplies, and medical  
5 supplies inventories.

6 (10) The Grand Rapids and D.J. Jacobetti veterans' homes shall  
7 implement controls over its pharmaceutical inventory.

8 (11) The Grand Rapids and D.J. Jacobetti veterans' homes shall  
9 establish sufficient controls for calculating resident member  
10 maintenance assessments in order to accurately calculate resident  
11 member maintenance assessments for each billing cycle. The Grand  
12 Rapids and D.J. Jacobetti veterans' homes shall establish  
13 sufficient controls to ensure that all past due resident member  
14 maintenance assessments are addressed within 30 days.

15 (12) The Grand Rapids and D.J. Jacobetti veterans' homes shall  
16 establish sufficient controls over monetary donations and donated  
17 goods.

18 (13) The Grand Rapids and D.J. Jacobetti veterans' homes shall  
19 implement sufficient controls over the handling of resident member  
20 funds to ensure the release of funds within 3 business days upon  
21 the resident member leaving the home and to ensure that a  
22 representative of a resident member is provided a full accounting  
23 of that resident member's funds within 10 business days of the  
24 death of that resident member.

25 (14) The MVAA shall post on its website all policies adopted  
26 by the board of managers and the home related to the administrative  
27 operations of the homes.



1 (15) The process by which visitors, residents, and employees  
2 of the Grand Rapids or D.J. Jacobetti veterans' home may register  
3 complaints shall be displayed in high-traffic areas throughout the  
4 home.

5 (16) The MVAA shall report its findings regarding the state's  
6 veterans' homes' compliance with the requirements and standards  
7 under this section in an annual report to the legislature. The  
8 annual report shall include all of the following:

9 (a) The number of patient care hours and staffing levels  
10 measured against USDVA-VHA standards.

11 (b) The number and dollar value of lost and discarded  
12 prescriptions and the number of early prescription refills.

13 (c) An accounting of resident member populations at the Grand  
14 Rapids and D.J. Jacobetti veterans' homes by period of service, by  
15 gender, by care setting, and by bed space available.

16 (d) The financial status of the Grand Rapids and D.J.  
17 Jacobetti veterans' homes, including an accounting of post and  
18 posthumous funds, donations, and state-appropriated funds.

19 (e) Information regarding assessments, reassessments, and  
20 admissions at the Grand Rapids and D.J. Jacobetti veterans' homes.

21 (f) The number of volunteer hours at the Grand Rapids and D.J.  
22 Jacobetti veterans' homes.

23 (17) The Grand Rapids and D.J. Jacobetti veterans' homes shall  
24 provide to the subcommittees, the senate and house fiscal agencies,  
25 and the state budget office the results of any annual or for-cause  
26 survey conducted by the USDVA-VHA and any corresponding corrective  
27 action plan. This information shall also be made available publicly



1 through the department's or MVAA's website.

2 **BOARD OF MANAGERS**

3 Sec. 502. Each board of managers shall exercise certain  
4 regulatory and governance authority regarding admission and member  
5 affairs at the Grand Rapids or D.J. Jacobetti veterans' home. Each  
6 board of managers shall also work to represent the interest of the  
7 veterans' community in both advisory and advocacy roles.

8 **CAPITAL OUTLAY**

9 **SPECIAL MAINTENANCE - NATIONAL GUARD**

10 Sec. 601. (1) The appropriations in part 1 for special  
11 maintenance - National Guard shall be carried forward at the end of  
12 the fiscal year consistent with section 248 of the management and  
13 budget act, 1984 PA 431, MCL 18.1248.

14 (2) The appropriations for special maintenance - National  
15 Guard shall be expended in accordance with the requirements of  
16 sections 302 and 304 and shall be expended according to the  
17 maintenance priorities of the department to repair and modernize  
18 military training sites and support facilities, which may include  
19 projects such as roof, HVAC, or boiler replacement, interior  
20 renovations, facility expansion, improvements to parking  
21 facilities, and other projects.

22 (3) The department shall provide a quarterly report as  
23 provided under section 219 providing information on the status,  
24 projected costs, and projected completion date of current and  
25 planned special maintenance projects at the armories and other  
26 national guard facilities funded from capital outlay appropriations



1 made in part 1 and in prior appropriations years.

2 **SPECIAL MAINTENANCE - VETERANS' HOMES**

3 Sec. 603. (1) The appropriations in part 1 for special  
4 maintenance - veterans' homes shall be carried forward at the end  
5 of the fiscal year consistent with section 248 of the management  
6 and budget act, 1984 PA 431, MCL 18.1248.

7 (2) The appropriations for special maintenance - veterans'  
8 homes shall be expended in accordance with section 501 and shall be  
9 expended according to the maintenance priorities of the department  
10 to repair and modernize the state's veterans' homes, which may  
11 include projects such as roof, HVAC, or boiler replacement,  
12 interior renovations, facility expansion, improvements to parking  
13 facilities, and other projects designed to enhance the quality of  
14 life and medical care of members.

15 (3) The MVAA shall provide a quarterly report as provided  
16 under section 219 providing information on the status, projected  
17 costs, and projected completion date of current and planned special  
18 maintenance projects at the Grand Rapids and D.J. Jacobetti  
19 veterans' homes funded from capital outlay appropriations made in  
20 part 1 and in prior appropriations years.

21 **LAND AND ACQUISITIONS**

22 Sec. 604. (1) The department shall provide for the acquisition  
23 and disposition of national guard armories, facilities, and lands  
24 as provided under sections 368, 382, and 382a of the Michigan  
25 military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

26 (2) The department shall provide a listing of property sales  
27 and acquisitions as provided under section 219.



PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS  
FOR FISCAL YEAR 2016-2017

**GENERAL SECTIONS**

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal year 2015-2016, excluding appropriations designated as 1-time appropriations and adjusting for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2016 consensus revenue estimating conference.

Sec. 1202. The veterans affairs agency shall provide the percentage of Michigan veterans contacted with a goal of 100% and report upon those outreach findings at quarterly legislative hearings to the subcommittees.

Sec. 1203. The veterans affairs agency shall maintain a minimum 50% fully developed claims as determined by the USDVA.

ARTICLE XV

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of natural resources for the fiscal year ending September 30, 2016, from the



1 following funds:

2 **DEPARTMENT OF NATURAL RESOURCES**

3 APPROPRIATION SUMMARY

4	Full-time equated unclassified positions .....	6.0	
5	Full-time equated classified positions .....	2,219.8	
6	GROSS APPROPRIATION .....		\$ 387,997,200
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers.....		1,352,700
10	ADJUSTED GROSS APPROPRIATION .....		\$ 386,644,500
11	Federal revenues:		
12	Total federal revenues .....		76,028,000
13	Special revenue funds:		
14	Total local revenues .....		0
15	Total private revenues .....		8,157,700
16	Total other state restricted revenues .....		264,683,000
17	State general fund/general purpose .....		\$ 37,775,800
18	<b>FUND SOURCE SUMMARY</b>		
19	Full-time equated unclassified positions .....	6.0	
20	Full-time equated classified positions .....	2,219.8	
21	GROSS APPROPRIATION .....		\$ 387,997,200
22	Interdepartmental grant revenues:		
23	IDG, land acquisition services-to-work orders .....		228,700
24	IDG, MacMullan conference center revenue .....		1,124,000
25	Total interdepartmental grants and intradepartmental		
26	transfers.....		1,352,700
27	ADJUSTED GROSS APPROPRIATION .....		\$ 386,644,500



1	Federal revenues:	
2	Federal funds .....	76,028,000
3	Total federal revenues .....	76,028,000
4	Special revenue funds:	
5	Private funds .....	8,142,700
6	Private - Mann house trust fund .....	15,000
7	Total private revenues .....	8,157,700
8	Park improvement fund - Belle Isle subaccount .....	1,000,000
9	Cervidae licensing and inspection fees .....	136,700
10	Clean Michigan initiative fund .....	29,200
11	Commercial forest fund .....	26,100
12	Fire equipment fund .....	662,900
13	Forest development fund .....	35,934,400
14	Forest land user charges .....	280,900
15	Forest recreation account .....	1,672,900
16	Game and fish protection fund .....	77,603,700
17	Game and fish protection fund - deer habitat reserve .	2,107,200
18	Game and fish protection fund - fisheries settlement .	945,700
19	Game and fish protection fund - turkey permit fees ...	1,002,700
20	Game and fish protection fund - waterfowl fees .....	157,700
21	Game and fish protection fund - wildlife management	
22	public education fund .....	1,600,000
23	Game and fish protection fund - wildlife resource	
24	protection fund .....	1,116,700
25	Game and fish protection fund - youth hunting and	
26	fishing education and outreach fund .....	96,000
27	History fees fund .....	229,000



1	Invasive species fund .....	30,300
2	Land exchange facilitation fund .....	6,093,500
3	Local public recreation facilities fund .....	1,589,700
4	Mackinac Island State Park fund .....	1,844,500
5	Mackinac Island State Park operation fund .....	192,400
6	Marine safety fund .....	3,139,000
7	Michigan heritage publications fund .....	38,600
8	Michigan natural resources trust fund .....	1,253,900
9	Michigan state parks endowment fund .....	31,625,700
10	Michigan state waterways fund .....	22,007,200
11	Michigan trailways fund .....	15,300
12	Museum operations fund .....	497,300
13	Nongame wildlife fund .....	496,800
14	Off-road vehicle safety education fund .....	201,900
15	Off-road vehicle trail improvement fund .....	7,005,100
16	Park improvement fund .....	46,761,400
17	Permanent snowmobile trail easement fund .....	700,000
18	Public use and replacement deed fees .....	30,700
19	Recreation improvement account .....	1,013,300
20	Recreation passport fees .....	5,241,500
21	Snowmobile registration fee revenue .....	1,240,700
22	Snowmobile trail improvement fund .....	8,982,300
23	Sportsmen against hunger fund .....	76,600
24	Underwater preservation fund .....	3,500
25	Total other state restricted revenues .....	264,683,000
26	State general fund/general purpose .....	\$ 37,775,800
27	<b>Sec. 102. EXECUTIVE OPERATIONS</b>	



1	Full-time equated unclassified positions .....	6.0	
2	Full-time equated classified positions .....	11.6	
3	Unclassified salaries--6.0 FTE positions .....		\$ 735,600
4	Executive direction--11.6 FTE positions .....		2,104,900
5	Natural resources commission .....		<u>77,100</u>
6	GROSS APPROPRIATION .....		\$ 2,917,600
7	Appropriated from:		
8	Special revenue funds:		
9	Forest development fund .....		366,100
10	Forest land user charges .....		5,000
11	Forest recreation account .....		12,200
12	Game and fish protection fund .....		1,017,400
13	Game and fish protection fund - deer habitat reserve .		19,600
14	Game and fish protection fund - turkey permit fees ...		8,300
15	Game and fish protection fund - waterfowl fees .....		300
16	Game and fish protection fund - wildlife resource		
17	protection fund.....		12,300
18	Land exchange facilitation fund .....		19,600
19	Marine safety fund .....		32,300
20	Michigan natural resources trust fund .....		1,400
21	Michigan state parks endowment fund .....		408,000
22	Michigan state waterways fund .....		180,700
23	Nongame wildlife fund .....		5,200
24	Off-road vehicle safety education fund .....		500
25	Off-road vehicle trail improvement fund .....		81,200
26	Park improvement fund .....		439,500
27	Recreation improvement account .....		2,100



1	Snowmobile registration fee revenue .....		12,200
2	Snowmobile trail improvement fund .....		14,400
3	Sportsmen against hunger fund .....		100
4	State general fund/general purpose .....	\$	279,200
5	<b>Sec. 103. DEPARTMENT INITIATIVES</b>		
6	Full-time equated classified positions .....	16.0	
7	Great Lakes restoration initiative .....	\$	5,500,000
8	Invasive species prevention and control--16.0 FTE		
9	positions.....		<u>4,997,000</u>
10	GROSS APPROPRIATION .....	\$	10,497,000
11	Appropriated from:		
12	Special revenue funds:		
13	Federal funds .....		5,500,000
14	State general fund/general purpose .....	\$	4,997,000
15	<b>Sec. 104. DEPARTMENT SUPPORT SERVICES</b>		
16	Full-time equated classified positions .....	108.5	
17	Finance and operations--104.5 FTE positions .....	\$	17,551,700
18	Legislative and legal affairs--4.0 FTE positions .....		540,900
19	Building occupancy charges .....		2,845,900
20	Gifts and pass-through transactions .....		5,000,000
21	Rent - privately owned property .....		488,400
22	Accounting service center .....		<u>1,450,400</u>
23	GROSS APPROPRIATION .....	\$	27,877,300
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG, land acquisition services-to-work orders .....		228,700
27	Federal revenues:		

1	Federal funds .....	232,000
2	Special revenue funds:	
3	Private funds .....	5,000,000
4	Clean Michigan initiative fund .....	29,200
5	Forest development fund .....	2,381,700
6	Forest land user charges .....	11,400
7	Forest recreation account .....	51,700
8	Game and fish protection fund .....	6,545,800
9	Game and fish protection fund - deer habitat reserve .	138,400
10	Game and fish protection fund - turkey permit fees ...	73,800
11	Game and fish protection fund - waterfowl fees .....	2,700
12	Game and fish protection fund - wildlife resource	
13	protection fund.....	26,500
14	Land exchange facilitation fund .....	5,943,100
15	Local public recreation facilities fund .....	89,700
16	Marine safety fund.....	440,000
17	Michigan natural resources trust fund .....	1,230,500
18	Michigan state parks endowment fund .....	1,002,400
19	Michigan state waterways fund .....	535,100
20	Nongame wildlife fund .....	20,200
21	Off-road vehicle safety education fund .....	500
22	Off-road vehicle trail improvement fund .....	85,100
23	Park improvement fund .....	1,214,400
24	Public use and replacement deed fees .....	30,700
25	Recreation improvement account .....	11,200
26	Snowmobile registration fee revenue .....	64,400
27	Snowmobile trail improvement fund .....	86,500



1	Sportsmen against hunger fund .....		400
2	State general fund/general purpose .....	\$	2,401,200
3	<b>Sec. 105. COMMUNICATION AND CUSTOMER SERVICES</b>		
4	Full-time equated classified positions .....		133.3
5	Marketing and outreach--81.8 FTE positions .....	\$	14,566,400
6	Michigan historical center--36.5 FTE positions .....		3,972,200
7	Special programs (Mann house)--1.0 FTE position .....		25,500
8	Museum stores--6.0 FTE positions .....		497,300
9	Archives--8.0 FTE positions .....		872,600
10	Michigan wildlife council .....		<u>1,600,000</u>
11	GROSS APPROPRIATION .....	\$	21,534,000
12	Appropriated from:		
13	Federal revenues:		
14	Federal funds .....		1,610,300
15	Special revenue funds:		
16	Private funds .....		389,700
17	Private - Mann house trust fund .....		15,000
18	Forest development fund .....		130,200
19	Forest recreation account .....		16,200
20	Game and fish protection fund .....		9,549,400
21	Game and fish protection fund - wildlife management		
22	public education fund.....		1,600,000
23	Game and fish protection fund - youth hunting and		
24	fishing education and outreach fund.....		92,500
25	History fees fund.....		229,000
26	Land exchange facilitation fund .....		45,300
27	Marine safety fund .....		35,100



1	Michigan heritage publications fund .....		38,600
2	Michigan state parks endowment fund .....		87,700
3	Michigan state waterways fund .....		144,800
4	Museum operations fund .....		497,300
5	Nongame wildlife fund .....		10,400
6	Off-road vehicle trail improvement fund .....		30,600
7	Park improvement fund .....		2,558,900
8	Recreation passport fees .....		23,500
9	Snowmobile registration fee revenue .....		19,100
10	Snowmobile trail improvement fund .....		44,600
11	Sportsmen against hunger fund .....		75,500
12	Underwater preservation fund .....		3,500
13	State general fund/general purpose .....	\$	4,286,800
14	<b>Sec. 106. WILDLIFE DIVISION</b>		
15	Full-time equated classified positions .....	226.5	
16	Wildlife management--210.5 FTE positions .....		\$ 36,026,500
17	Natural resources heritage--9.0 FTE positions .....		622,400
18	State game and wildlife area maintenance--7.0 FTE		
19	positions.....		<u>1,224,200</u>
20	GROSS APPROPRIATION .....	\$	37,873,100
21	Appropriated from:		
22	Federal revenues:		
23	Federal funds .....		20,826,200
24	Special revenue funds:		
25	Private funds .....		311,000
26	Cervidae licensing and inspection fees .....		84,100
27	Forest development fund .....		76,500



1	Game and fish protection fund .....	11,647,200
2	Game and fish protection fund - deer habitat reserve .	1,684,700
3	Game and fish protection fund - turkey permit fees ...	883,500
4	Game and fish protection fund - waterfowl fees .....	152,000
5	Nongame wildlife fund .....	421,800
6	State general fund/general purpose .....	\$ 1,786,100
7	<b>Sec. 107. FISHERIES DIVISION</b>	
8	Full-time equated classified positions .....	221.5
9	Aquatic resource mitigation--2.0 FTE positions .....	\$ 976,000
10	Fish production--63.0 FTE positions .....	10,041,700
11	Fisheries resource management--156.5 FTE positions ...	<u>20,546,600</u>
12	GROSS APPROPRIATION .....	\$ 31,564,300
13	Appropriated from:	
14	Federal revenues:	
15	Federal funds .....	11,047,700
16	Special revenue funds:	
17	Private funds .....	133,800
18	Game and fish protection fund .....	19,152,000
19	Game and fish protection fund - fisheries settlement .	945,700
20	Invasive species fund .....	30,300
21	State general fund/general purpose .....	\$ 254,800
22	<b>Sec. 108. LAW ENFORCEMENT DIVISION</b>	
23	Full-time equated classified positions .....	273.0
24	General law enforcement--273.0 FTE positions .....	\$ <u>40,554,400</u>
25	GROSS APPROPRIATION .....	\$ 40,554,400
26	Appropriated from:	
27	Federal revenues:	



1	Federal funds .....		6,359,800
2	Special revenue funds:		
3	Cervidae licensing and inspection fees .....		52,600
4	Forest development fund .....		44,600
5	Forest recreation account .....		71,500
6	Game and fish protection fund .....		19,756,800
7	Game and fish protection fund - wildlife resource		
8	protection fund.....		1,038,200
9	Marine safety fund .....		1,316,600
10	Michigan state parks endowment fund .....		70,100
11	Michigan state waterways fund .....		21,300
12	Off-road vehicle safety education fund .....		153,200
13	Off-road vehicle trail improvement fund .....		1,663,000
14	Park improvement fund .....		71,500
15	Snowmobile registration fee revenue .....		708,800
16	State general fund/general purpose .....	\$	9,226,400
17	<b>Sec. 109. PARKS AND RECREATION DIVISION</b>		
18	Full-time equated classified positions .....	902.9	
19	MacMullan conference center--15.0 FTE positions .....		\$ 1,124,000
20	Recreational boating--163.5 FTE positions .....		17,154,700
21	State parks--673.4 FTE positions .....		64,032,800
22	Forest recreation and trails--51.0 FTE positions .....		5,966,100
23	State park improvement revenue bonds - debt service ..		<u>1,178,800</u>
24	GROSS APPROPRIATION .....	\$	89,456,400
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG, MacMullan conference center revenue .....		1,124,000



1	Federal revenues:	
2	Federal funds .....	1,721,800
3	Special revenue funds:	
4	Private funds .....	421,200
5	Park improvement fund - Belle Isle subaccount .....	1,000,000
6	Forest recreation account .....	1,466,500
7	Michigan state parks endowment fund .....	20,462,800
8	Michigan state waterways fund .....	16,041,100
9	Michigan trailways fund .....	15,200
10	Off-road vehicle safety education fund .....	7,200
11	Off-road vehicle trail improvement fund .....	1,767,500
12	Park improvement fund .....	41,176,600
13	Recreation improvement account .....	328,000
14	Recreation passport fees .....	268,000
15	Snowmobile registration fee revenue .....	15,500
16	Snowmobile trail improvement fund .....	1,429,000
17	State general fund/general purpose .....	\$ 2,212,000
18	<b>Sec. 110. MACKINAC ISLAND STATE PARK COMMISSION</b>	
19	Full-time equated classified positions .....	17.0
20	Historical facilities system--13.0 FTE positions .....	\$ 1,844,500
21	Mackinac Island park operations--4.0 FTE positions ...	<u>392,500</u>
22	GROSS APPROPRIATION .....	\$ 2,237,000
23	Appropriated from:	
24	Special revenue funds:	
25	Mackinac Island State Park fund .....	1,844,500
26	Mackinac Island State Park operation fund .....	192,400
27	State general fund/general purpose .....	\$ 200,100



<b>1</b>	<b>Sec. 111. FOREST RESOURCES DIVISION</b>	
<b>2</b>	Full-time equated classified positions .....	309.5
<b>3</b>	Adopt-a-forest program .....	\$ 25,000
<b>4</b>	Cooperative resource programs--11.0 FTE positions ....	1,326,100
<b>5</b>	Forest fire equipment .....	431,500
<b>6</b>	Forest management and timber market development--165.0	
<b>7</b>	FTE positions.....	27,208,100
<b>8</b>	Forest management initiatives--8.5 FTE positions .....	836,400
<b>9</b>	Minerals management--17.0 FTE positions .....	2,775,200
<b>10</b>	Wildfire protection--108.0 FTE positions .....	<u>13,293,700</u>
<b>11</b>	GROSS APPROPRIATION .....	\$ 45,896,000
<b>12</b>	Appropriated from:	
<b>13</b>	Federal revenues:	
<b>14</b>	Federal funds .....	3,100,400
<b>15</b>	Special revenue funds:	
<b>16</b>	Private funds .....	1,037,000
<b>17</b>	Commercial forest fund .....	24,100
<b>18</b>	Fire equipment fund .....	662,900
<b>19</b>	Forest development fund .....	27,370,100
<b>20</b>	Forest land user charges .....	226,200
<b>21</b>	Game and fish protection fund .....	2,391,000
<b>22</b>	Michigan state parks endowment fund .....	2,608,900
<b>23</b>	Michigan state waterways fund .....	50,100
<b>24</b>	State general fund/general purpose .....	\$ 8,425,300
<b>25</b>	<b>Sec. 112. GRANTS</b>	
<b>26</b>	Dam management grant program .....	\$ 300,000
<b>27</b>	Deer habitat improvement partnership initiative .....	200,000



1	Federal - clean vessel act grants .....	400,000
2	Federal - forest stewardship grants .....	3,000,000
3	Federal - land and water conservation fund payments ..	2,566,900
4	Federal - rural community fire protection .....	400,000
5	Federal - urban forestry grants .....	1,600,000
6	Fisheries habitat improvement grants .....	2,000,000
7	Grants to communities - federal oil, gas, and timber	
8	payments.....	3,450,000
9	Grants to counties - marine safety .....	2,874,700
10	National recreational trails .....	3,900,000
11	Non-motorized trail development and maintenance grants	250,000
12	Off-road vehicle safety training grants .....	29,200
13	Off-road vehicle trail improvement grants .....	3,356,200
14	Recreation improvement fund grants .....	657,100
15	Recreation passport local grants .....	1,000,000
16	Snowmobile law enforcement grants .....	380,100
17	Snowmobile local grants program .....	7,340,400
18	Trail easements .....	700,000
19	Wildlife habitat improvement grants .....	1,500,000
20	Wildlife habitat improvement grants in state forests .	<u>500,000</u>
21	GROSS APPROPRIATION .....	\$ 36,404,600
22	Appropriated from:	
23	Federal revenues:	
24	Federal funds .....	16,884,300
25	Special revenue funds:	
26	Private funds .....	100,000
27	Game and fish protection fund .....	4,000,000



1	Game and fish protection fund - deer habitat reserve .	200,000
2	Local public recreation facilities fund .....	1,000,000
3	Marine safety fund .....	1,207,300
4	Off-road vehicle safety education fund .....	29,200
5	Off-road vehicle trail improvement fund .....	3,356,200
6	Permanent snowmobile trail easement fund .....	700,000
7	Recreation improvement account .....	657,100
8	Snowmobile registration fee revenue .....	380,100
9	Snowmobile trail improvement fund .....	7,340,400
10	State general fund/general purpose .....	\$ 550,000
11	<b>Sec. 113. INFORMATION TECHNOLOGY</b>	
12	Information technology services and projects .....	\$ <u>10,165,000</u>
13	GROSS APPROPRIATION .....	\$ 10,165,000
14	Appropriated from:	
15	Special revenue funds:	
16	Commercial forest fund .....	2,000
17	Forest development fund .....	1,565,200
18	Forest land user charges .....	38,300
19	Forest recreation account .....	54,800
20	Game and fish protection fund .....	3,544,100
21	Game and fish protection fund - deer habitat reserve .	64,500
22	Game and fish protection fund - turkey permit fees ...	37,100
23	Game and fish protection fund - waterfowl fees .....	2,700
24	Game and fish protection fund - wildlife resource	
25	protection fund.....	39,700
26	Game and fish protection fund - youth hunting and	
27	fishing education and outreach.....	3,500



1	Land exchange facilitation fund .....		85,500
2	Marine safety fund .....		107,700
3	Michigan natural resources trust fund .....		22,000
4	Michigan state parks endowment fund .....		1,485,800
5	Michigan state waterways fund .....		459,100
6	Michigan trailways fund .....		100
7	Nongame wildlife fund .....		39,200
8	Off-road vehicle safety education fund .....		11,300
9	Off-road vehicle trail improvement fund .....		21,500
10	Park improvement fund .....		1,300,500
11	Recreation improvement account .....		14,900
12	Snowmobile registration fee revenue .....		40,600
13	Snowmobile trail improvement fund .....		67,400
14	Sportsmen against hunger fund .....		600
15	State general fund/general purpose .....	\$	1,156,900
16	<b>Sec. 114. CAPITAL OUTLAY</b>		
17	<b>(a) RECREATIONAL LANDS AND INFRASTRUCTURE</b>		
18	State parks repair and maintenance .....	\$	12,200,000
19	State game and wildlife area infrastructure .....		<u>3,600,000</u>
20	GROSS APPROPRIATION .....	\$	15,800,000
21	Appropriated from:		
22	Federal revenues:		
23	Federal funds .....		3,600,000
24	Special revenue funds:		
25	Michigan state parks endowment fund .....		5,500,000
26	Recreation passport fees .....		4,950,000
27	State general fund/general purpose .....	\$	1,750,000

1	<b>(b) WATERWAYS BOATING PROGRAM</b>	
2	State harbors and boating access sites:	
3	Infrastructure improvements - state projects .....	\$ 2,435,000
4	East Tawas state harbor .....	1,200,000
5	Infrastructure improvements - local projects .....	381,600
6	Fayette State Park .....	250,000
7	Cedarville marina .....	300,000
8	Wyandotte Bishop Park marina .....	1,170,500
9	Manistique marina .....	500,000
10	Hayes Township boating access site .....	<u>483,400</u>
11	GROSS APPROPRIATION .....	\$ 6,720,500
12	Appropriated from:	
13	Federal revenues:	
14	Federal funds .....	2,145,500
15	Special revenue funds:	
16	Michigan state waterways fund .....	4,575,000
17	State general fund/general purpose .....	\$ 0
18	<b>Sec. 115. ONE-TIME BASIS APPROPRIATIONS</b>	
19	Forestry investment .....	\$ 4,000,000
20	Shooting range enhancement projects - capital outlay .	4,000,000
21	Recreation passport local grants (1-time) .....	<u>500,000</u>
22	GROSS APPROPRIATION .....	\$ 8,500,000
23	Appropriated from:	
24	Federal revenues:	
25	Federal funds .....	3,000,000
26	Special revenue funds:	
27	Private funds .....	750,000



1	Forest development fund .....	4,000,000
2	Local public recreation facilities fund .....	500,000
3	State general fund/general purpose .....	\$ 250,000

4 PART 2  
 5 PROVISIONS CONCERNING APPROPRIATIONS  
 6 FOR FISCAL YEAR 2015-2016

7 **GENERAL SECTIONS**

8 Sec. 201. Pursuant to section 30 of article IX of the state  
 9 constitution of 1963, total state spending from state resources  
 10 under part 1 for fiscal year 2015-2016 is \$302,458,800.00 and state  
 11 spending from state resources to be paid to local units of  
 12 government for fiscal year 2015-2016 is \$5,523,400.00. The itemized  
 13 statement below identifies appropriations from which spending to  
 14 local units of government will occur:

15 DEPARTMENT OF NATURAL RESOURCES

16 GRANTS

17	Dam management grant program .....	\$ 150,000
18	Grants to counties - marine safety .....	1,207,300
19	Off-road vehicle safety training grants .....	29,200
20	Off-road vehicle trail improvement grants .....	526,100
21	Recreation improvement fund grants .....	65,700
22	Recreation passport local grants .....	1,500,000
23	Snowmobile law enforcement grants .....	380,100

24 CAPITAL OUTLAY

25	Waterways boating program .....	\$ <u>1,665,000</u>
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1 TOTAL ..... \$ 5,523,400

2 Sec. 202. The appropriations authorized under this part and  
 3 part 1 are subject to the management and budget act, 1984 PA 431,  
 4 MCL 18.1101 to 18.1594.

5 Sec. 203. As used in this part and part 1:

6 (a) "Commission" means the natural resources commission.

7 (b) "Department" means the department of natural resources.

8 (c) "FTE" means full-time equated.

9 (d) "IDG" means interdepartmental grant.

10 (e) "IDT" means intradepartmental transfer.

11 Sec. 204. (1) For each new program or program expansion for  
 12 which funds in excess of \$500,000.00 are appropriated in part 1,  
 13 the department shall identify specific benchmarks intended to  
 14 measure the performance or return on taxpayer investment of the  
 15 program and its associated expenditures. Not later than November 1,  
 16 2015, the department shall report the proposed benchmarks to the  
 17 house and senate appropriations subcommittees for that department,  
 18 the house and senate fiscal agencies, and the state budget  
 19 director. The department shall provide an update on its progress in  
 20 achieving those benchmarks at an appropriations subcommittee  
 21 meeting called for the purpose of discussing benchmarks and their  
 22 status.

23 (2) It is the intent of the legislature that, beginning with  
 24 the budget for the fiscal year ending September 30, 2016, any  
 25 proposal for a new program or an expansion of an existing program  
 26 in excess of \$500,000.00 initiated by the executive branch or the  
 27 legislature shall include, as part of the original proposal or



1 budget request, a list of benchmarks intended to measure the  
 2 performance or return on taxpayer investment of the program or  
 3 spending increase.

4       Sec. 205. The departments and agencies receiving  
 5 appropriations in part 1 shall use the Internet to fulfill the  
 6 reporting requirements of this part. This requirement may include  
 7 transmission of reports via electronic mail to the recipients  
 8 identified for each reporting requirement, or it may include  
 9 placement of reports on an Internet or intranet site.

10       Sec. 206. Appropriations of state restricted game and fish  
 11 protection funds have been made in the following amounts to the  
 12 following departments and agencies:

13	Legislative auditor general .....	\$	30,700
14	Attorney general .....		735,100
15	Department of technology, management, and budget .....		438,300
16	Department of treasury .....		2,782,900

17       Sec. 207. Pursuant to section 43703(3) of the natural  
 18 resources and environmental protection act, 1994 PA 451, MCL  
 19 324.43703, there is appropriated from the game and fish protection  
 20 trust fund to the game and fish protection account of the Michigan  
 21 conservation and recreation legacy fund, \$6,000,000.00 for the  
 22 fiscal year ending September 30, 2016.

23       Sec. 210. Funds appropriated in part 1 shall not be used for  
 24 the purchase of foreign goods or services, or both, if  
 25 competitively priced and of comparable quality American goods or  
 26 services, or both, are available. Preference shall be given to  
 27 goods or services, or both, manufactured or provided by Michigan



1 businesses if they are competitively priced and of comparable  
2 quality. In addition, preference should be given to goods or  
3 services, or both, that are manufactured or provided by Michigan  
4 businesses owned and operated by veterans, if they are  
5 competitively priced and of comparable quality.

6 Sec. 211. The director of the department shall take all  
7 reasonable steps to ensure businesses in deprived and depressed  
8 communities compete for and perform contracts to provide services  
9 or supplies, or both. The director shall strongly encourage firms  
10 with which the department contracts to subcontract with certified  
11 businesses in depressed and deprived communities for services,  
12 supplies, or both.

13 Sec. 212. The department shall not take disciplinary action  
14 against an employee for communicating with a member of the  
15 legislature or his or her staff.

16 Sec. 214. Funds appropriated in this part and part 1 shall not  
17 be used by a principal executive department, state agency, or  
18 authority to hire a person to provide legal services that are the  
19 responsibility of the attorney general. This prohibition does not  
20 apply to legal services for bonding activities and for those  
21 outside services that the attorney general authorizes.

22 Sec. 215. (1) In addition to the funds appropriated in part 1,  
23 there is appropriated an amount not to exceed \$3,000,000.00 for  
24 federal contingency funds. These funds are not available for  
25 expenditure until they have been transferred to another line item  
26 in part 1 under section 393(2) of the management and budget act,  
27 1984 PA 431, MCL 18.1393.



1 (2) In addition to the funds appropriated in part 1, there is  
2 appropriated an amount not to exceed \$10,000,000.00 for state  
3 restricted contingency funds. These funds are not available for  
4 expenditure until they have been transferred to another line item  
5 in part 1 under section 393(2) of the management and budget act,  
6 1984 PA 431, MCL 18.1393.

7 (3) In addition to the funds appropriated in part 1, there is  
8 appropriated an amount not to exceed \$100,000.00 for local  
9 contingency funds. These funds are not available for expenditure  
10 until they have been transferred to another line item in part 1  
11 under section 393(2) of the management and budget act, 1984 PA 431,  
12 MCL 18.1393.

13 (4) In addition to the funds appropriated in part 1, there is  
14 appropriated an amount not to exceed \$1,000,000.00 for private  
15 contingency funds. These funds are not available for expenditure  
16 until they have been transferred to another line item in part 1  
17 under section 393(2) of the management and budget act, 1984 PA 431,  
18 MCL 18.1393.

19 Sec. 217. The department and agencies receiving appropriations  
20 in part 1 shall receive and retain copies of all reports funded  
21 from appropriations in part 1. Federal and state guidelines for  
22 short-term and long-term retention of records shall be followed.  
23 The department may electronically retain copies of reports unless  
24 otherwise required by federal and state guidelines.

25 Sec. 218. The departments and agencies receiving  
26 appropriations in part 1 shall prepare a report on out-of-state  
27 travel expenses not later than January 1 of each year. The travel



1 report shall be a listing of all travel by classified and  
2 unclassified employees outside this state in the immediately  
3 preceding fiscal year that was funded in whole or in part with  
4 funds appropriated in the department's budget. The report shall be  
5 submitted to the senate and house appropriations committees, the  
6 house and senate fiscal agencies, and the state budget director.  
7 The report shall include the following information:

8 (a) The dates of each travel occurrence.

9 (b) The total transportation and related costs of each travel  
10 occurrence, including the proportion funded with state general  
11 fund/general purpose revenues, the proportion funded with state  
12 restricted revenues, the proportion funded with federal revenues,  
13 and the proportion funded with other revenues.

14 Sec. 220. Not later than November 30, the state budget office  
15 shall prepare and transmit a report that provides for estimates of  
16 the total general fund/general purpose appropriation lapses at the  
17 close of the prior fiscal year. This report shall summarize the  
18 projected year-end general fund/general purpose appropriation  
19 lapses by major departmental program or program areas. The report  
20 shall be transmitted to the chairpersons of the senate and house  
21 appropriations committees, and the senate and house fiscal  
22 agencies.

23 Sec. 222. Within 14 days after the release of the executive  
24 budget recommendation, the department shall cooperate with the  
25 state budget office to provide the senate and house appropriations  
26 chairs, the senate and house appropriations subcommittees chairs,  
27 and the senate and house fiscal agencies with an annual report on



1 estimated state restricted fund balances, state restricted fund  
2 projected revenues, and state restricted fund expenditures for the  
3 fiscal years ending September 30, 2015 and September 30, 2016.

4 Sec. 223. Before January 31, 2016, the department, in  
5 cooperation with the Michigan state waterways commission, shall  
6 provide to the state budget director, the senate and house  
7 appropriations subcommittees on natural resources, and the senate  
8 and house fiscal agencies a list of projects completed by the  
9 commission in fiscal year 2014-2015, including the county and  
10 municipality in which each project is located.

11 Sec. 234. The department shall cooperate with the department  
12 of technology, management, and budget to maintain a searchable  
13 website accessible by the public at no cost that includes, but is  
14 not limited to, all of the following for each department or agency:

- 15 (a) Fiscal year-to-date expenditures by category.  
16 (b) Fiscal year-to-date expenditures by appropriation unit.  
17 (c) Fiscal year-to-date payments to a selected vendor,  
18 including the vendor name, payment date, payment amount, and  
19 payment description.  
20 (d) The number of active department employees by job  
21 classification.  
22 (e) Job specifications and wage rates.

23 Sec. 235. The department shall maintain, on a publicly  
24 accessible website, a department scorecard that identifies, tracks,  
25 and regularly updates key metrics that are used to monitor and  
26 improve the agency's performance.

27 Sec. 237. Total authorized appropriations from all sources



1 under part 1 for legacy costs for the fiscal year ending September  
2 30, 2016 are \$46,042,200.00. From this amount, total agency  
3 appropriations for pension-related legacy costs are estimated at  
4 \$26,133,200.00. Total agency appropriations for retiree health care  
5 legacy costs are estimated at \$19,909,000.00.

6 Sec. 238. It is the intent of the legislature that  
7 expenditures from appropriations in part 1, combined for this  
8 fiscal year and subsequent fiscal years, not exceed \$100,000.00 for  
9 expenses related to the attorney general appealing the U.S.  
10 district court for the District of Columbia's 2014 decision that  
11 returned gray wolves to the federal endangered and threatened  
12 species list.

### 13 **DEPARTMENT INITIATIVES**

14 Sec. 251. From the amounts appropriated in part 1 for invasive  
15 species prevention and control, the department shall allocate not  
16 less than \$3,600,000.00 for grants for the prevention, detection,  
17 eradication, and control of invasive species.

### 18 **DEPARTMENT SUPPORT SERVICES**

19 Sec. 302. The department may charge land acquisition projects  
20 appropriated for the fiscal year ending September 30, 2016, and for  
21 prior fiscal years, a standard percentage fee to recover actual  
22 costs, and may use the revenue derived to support the land  
23 acquisition service charges provided for in part 1.

24 Sec. 303. As appropriated in part 1, the department may charge  
25 both application fees and transaction fees related to the exchange



1 or sale of state-owned land or rights in land authorized by part 21  
2 of the natural resources and environmental protection act, 1994 PA  
3 451, MCL 324.2101 to 324.2162. The fees shall be set by the  
4 director of the department at a rate which allows the department to  
5 recover its costs for providing these services.

## 6 **COMMUNICATION AND CUSTOMER SERVICES**

7       Sec. 404. For the purposes of administering the museum store  
8 as provided in section 7a of 1913 PA 271, MCL 399.7a, the  
9 department is exempt from section 261 of the management and budget  
10 act, 1984 PA 431, MCL 18.1261.

11       Sec. 405. As appropriated in part 1, proceeds in excess of  
12 costs incurred in the conduct of auctions, sales, or transfers of  
13 artifacts no longer considered suitable for the collections of the  
14 state historical museum may be expended upon receipt for additional  
15 material for the collection. The department shall notify the  
16 chairpersons, vice chairpersons, and minority vice chairpersons of  
17 the senate and house appropriations subcommittees on natural  
18 resources 1 week prior to any auctions or sales. Any unexpended  
19 funds may be carried forward into the next succeeding fiscal year.

20       Sec. 406. As appropriated in part 1, funds collected by the  
21 department for historical markers; document reproduction and  
22 services; conferences, admissions, workshops, and training classes;  
23 and the use of specialized equipment, facilities, exhibits,  
24 collections, and software shall be used for expenses necessary to  
25 provide the required services. The department may charge fees for  
26 the aforementioned services, including admission fees. Any



1 unexpended funds may be carried forward into the next succeeding  
2 fiscal year.

3       Sec. 408. By October 21, 2015, the department shall submit to  
4 the senate and house appropriations subcommittees on natural  
5 resources a report on all land transactions approved by the  
6 commission in the fiscal year ending September 30, 2015. For each  
7 land transaction, the report shall include the size of the parcel,  
8 the county and municipality in which the parcel is located, the  
9 dollar amount of the transaction, the fund source affected by the  
10 transaction, and whether the transaction is by purchase, public  
11 auction, transfer, exchange, or conveyance.

## 12 **WILDLIFE DIVISION**

13       Sec. 501. From the increased funds appropriated in part 1 for  
14 wildlife management, the department shall utilize increased federal  
15 funding made available from increased firearm and ammunition sales.  
16 The purpose of this program expansion is to support the  
17 restoration, conservation, management, and enhancement of wildlife  
18 habitat on public and private lands.

19       Sec. 504. From the funds appropriated in part 1, the  
20 department shall provide a report to the legislature on the use of  
21 registration fees collected from privately owned cervid operations.  
22 Appropriations in part 1 from cervidae licensing and inspection  
23 fees shall not be used for anything other than work directly  
24 related to the regulation of privately owned cervid operations in  
25 this state.



**1 FISHERIES DIVISION**

2           Sec. 601. (1) From the appropriation in part 1 for aquatic  
3 resource mitigation, not more than \$758,000.00 shall be allocated  
4 for grants to watershed councils, resource development councils,  
5 soil conservation districts, local governmental units, and other  
6 nonprofit organizations for stream habitat stabilization and soil  
7 erosion control.

8           (2) The fisheries division in the department shall develop  
9 priority and cost estimates for all projects recommended for grants  
10 under subsection (1).

11           Sec. 602. As a condition of expenditure of fisheries  
12 management appropriations under part 1, the department of natural  
13 resources shall not impede the certification process for water  
14 control structures on Michigan waterways. The department of natural  
15 resources shall fund from funds appropriated in part 1 all non-  
16 water-quality studies or requirements that the department requests  
17 of either of the following:

18           (a) The department of environmental quality as a condition for  
19 issuance of a certification under section 401 of the federal water  
20 pollution control act, 33 USC 1341.

21           (b) The Federal Energy Regulatory Commission as a condition of  
22 licensing under the federal power act, 16 USC 791a to 825r.

**23 FOREST RESOURCES DIVISION**

24           Sec. 801. From the increased funds appropriated in part 1 for  
25 forest management and timber market development, the department  
26 shall utilize funding made available from increased harvest of



1 timber on state forestlands. The purpose of this program expansion  
2 is to strategically invest in technology and equipment enhancements  
3 to expand the growth of the forest products economy.

4 Sec. 802. Of the funds appropriated in part 1, the department  
5 shall, subject to the forest certification process, prescribe  
6 treatment on 79,000 acres, prepare appropriate treatment for not  
7 less than 67,500 acres at the current average rate of 12.5 to 15  
8 cords per acre, and offer those cords for sale in the 2015-2016  
9 fiscal year, provided that the department shall take into  
10 consideration the impact of timber harvesting on wildlife habitat  
11 and recreation uses. The department shall, subject to the forest  
12 certification process, increase marking or treatment of hardwood  
13 timber for sale and harvest by 10% over 2014-2015 fiscal year  
14 levels. In addition, the department shall take into consideration  
15 silvicultural analysis and report annually to the legislature on  
16 plans and efforts to address factors limiting management of timber.  
17 The department shall increase the number of prepared acres if it  
18 appears that regional market demand requires increased volumes of  
19 harvested timber. The department shall provide quarterly reports on  
20 the number of acres treated, pursuant to this section, to the  
21 senate and house appropriations subcommittees on natural resources  
22 and the standing committees of the senate and house of  
23 representatives with primary responsibility for natural resources  
24 issues. The department shall complete and deliver these reports no  
25 later than 45 days after the end of the fiscal quarter.

26 Sec. 803. In addition to the money appropriated in part 1, the  
27 department may receive and expend money from federal sources for



1 the purpose of providing response to wildfires as required by a  
2 compact with the federal government. If additional expenditure  
3 authorization is required, the department shall notify the state  
4 budget office that expenditure under this section is required. The  
5 department shall notify the house and senate appropriations  
6 subcommittees on natural resources and the house and senate fiscal  
7 agencies of the expenditures under this section by November 1,  
8 2016.

9 Sec. 805. The department shall spend amounts appropriated in  
10 part 1 for forest-related activities to employ or contract for  
11 sufficient foresters to mark timber, pursuant to section 802.

12 Sec. 807. (1) In addition to the funds appropriated in part 1,  
13 there is appropriated from the disaster and emergency contingency  
14 fund up to \$800,000.00 to cover costs related to any disaster as  
15 defined in section 2 of the emergency management act, 1976 PA 390,  
16 MCL 30.402.

17 (2) Funds appropriated under subsection (1) shall not be  
18 expended unless the state budget director recommends the  
19 expenditure and the department notifies the house and senate  
20 committees on appropriations. By December 1 each year, the  
21 department shall provide a report to the senate and house fiscal  
22 agencies and the state budget office on the use of the disaster and  
23 emergency contingency fund during the prior fiscal year.

24 (3) If Federal Emergency Management Agency (FEMA)  
25 reimbursement is approved for costs paid from the disaster and  
26 emergency contingency fund, the federal revenue shall be deposited  
27 into the disaster and emergency contingency fund.



1 (4) Unexpended and unencumbered funds remaining in the  
2 disaster and emergency contingency fund at the close of the fiscal  
3 year shall not lapse to the general fund and shall be carried  
4 forward and be available for expenditures in subsequent fiscal  
5 years.

6 Sec. 808. Using the funds appropriated in part 1, by April 1,  
7 2016, the department shall develop a lawful and reasonable plan  
8 designed to motivate lessees under state-granted oil and gas leases  
9 past their primary term to undertake warranted new operations to  
10 ensure that department-managed minerals are fully developed in an  
11 orderly manner to increase and optimize production. The plan shall  
12 be consistent with department procedure number 2306.E8.

### 13 **LAW ENFORCEMENT**

14 Sec. 901. The appropriation in part 1 for snowmobile law  
15 enforcement grants shall be used by the department to provide  
16 grants to county law enforcement agencies to enforce part 821 of  
17 the natural resources and environmental protection act, 1994 PA  
18 451, MCL 324.82101 to 324.82161, including rules promulgated under  
19 that part and ordinances enacted pursuant to that part. The  
20 department shall consider the number of enforcement hours and the  
21 number of miles of snowmobile trails in each county in allocating  
22 these grants. Any funds not distributed to counties revert back to  
23 the snowmobile registration fee subaccount created under section  
24 82111 of the natural resources and environmental protection act,  
25 1994 PA 451, MCL 324.82111. Counties shall provide semiannual  
26 reports to the department on the use of grant money received under



1 this section.

2       Sec. 902. The department shall provide a report on the marine  
3 safety grant program to the senate and house appropriations  
4 subcommittees on natural resources and the senate and house fiscal  
5 agencies by December 1, 2015. The report shall include the  
6 following information for the preceding year: the total amount of  
7 revenue received for watercraft registrations, the amount deposited  
8 into the marine safety fund, and the expenditures made from the  
9 marine safety fund, including the amounts expended for department  
10 administration, other state agencies, the law enforcement division,  
11 and grants to counties. The report shall also include the  
12 distribution methodology used by the department to distribute the  
13 marine safety grants and a list of the grants and the amounts  
14 awarded by county.

15 **GRANTS**

16       Sec. 1001. Federal pass-through funds to local institutions  
17 and governments that are received in amounts in addition to those  
18 included in part 1 for grants to communities - federal oil, gas,  
19 and timber payments and that do not require additional state  
20 matching funds are appropriated for the purposes intended. By  
21 November 30, 2015, the department shall report to the senate and  
22 house appropriations subcommittees on natural resources, the senate  
23 and house fiscal agencies, and the state budget director on all  
24 amounts appropriated under this section during the fiscal year  
25 ending September 30, 2015.



1 **CAPITAL OUTLAY**

2       Sec. 1103. The appropriations in part 1 for capital outlay  
3 shall be carried forward at the end of the fiscal year consistent  
4 with the provisions of section 248 of the management and budget  
5 act, 1984 PA 431, MCL 18.1248.

6                                   ARTICLE XVI

7                                   DEPARTMENT OF STATE POLICE

8                                   PART 1

9                                   LINE-ITEM APPROPRIATIONS

10       Sec. 101. There is appropriated for the department of state  
11 police for the fiscal year ending September 30, 2016, from the  
12 following funds:

13 **DEPARTMENT OF STATE POLICE**

14 APPROPRIATION SUMMARY

15	Full-time equated unclassified positions .....	3.0	
16	Full-time equated classified positions .....	3,081.0	
17	GROSS APPROPRIATION .....		\$ 612,981,200
18	Interdepartmental grant and intradepartmental		
19	transfer revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers.....		26,224,300
22	ADJUSTED GROSS APPROPRIATION .....		\$ 586,256,900
23	Federal revenues:		
24	Total federal revenues .....		87,945,900
25	Special revenue funds:		



1	Total local revenues .....	5,456,700
2	Total private revenues .....	76,700
3	Total other state restricted revenues .....	120,353,900
4	State general fund/general purpose .....	\$ 372,923,700
5	State general fund/general purpose schedule:	
6	Ongoing state general fund/general	
7	purpose .....	368,723,700
8	One-time state general fund/general	
9	purpose .....	4,200,000
10	<b>Sec. 102. EXECUTIVE AND DEPARTMENTAL SERVICES</b>	
11	Full-time equated unclassified positions .....	3.0
12	Full-time equated classified positions .....	121.0
13	Unclassified positions--3.0 FTE positions .....	\$ 585,500
14	Executive direction--20.0 FTE positions .....	3,047,300
15	State executive security--17.0 FTE positions .....	2,560,200
16	Capitol complex security--21.0 FTE positions .....	2,362,700
17	Departmental services--63.0 FTE positions .....	<u>86,098,700</u>
18	GROSS APPROPRIATION .....	\$ 94,654,400
19	Appropriated from:	
20	Interdepartmental grant and intradepartmental	
21	transfer revenues:	
22	IDG-MDOC, contract .....	3,000
23	IDG-MDOS .....	4,600
24	IDG-MDOT, state trunkline fund .....	252,100
25	IDG-MDTR, casino gaming fees .....	171,300
26	IDG-MDTR, emergency telephone fund coordinator .....	677,300
27	IDG-MDTR, emergency telephone fund operations .....	68,400



1	IDG, training academy charges .....	215,200
2	IDT, truck safety fund .....	46,200
3	Federal revenues:	
4	DHS .....	118,500
5	DOJ .....	1,013,100
6	DOJ, interest bearing .....	8,142,000
7	DOT .....	598,900
8	Special revenue funds:	
9	Local - AFIS fees .....	81,900
10	Local - LEIN fees .....	1,018,100
11	Local - school bus revenue .....	16,300
12	Auto theft prevention fund .....	7,702,300
13	Criminal justice information center service fees .....	8,624,200
14	Drunk driving prevention and training fund .....	5,200
15	Forensic science reimbursement fees .....	164,200
16	Hazardous materials training center fees .....	87,000
17	Highway safety fund .....	312,400
18	Michigan justice training fund .....	290,700
19	Michigan merit award trust fund .....	4,000
20	Motor carrier fees .....	358,500
21	Narcotic-related forfeiture revenue .....	15,300
22	Nuclear plant emergency planning reimbursement .....	24,000
23	Reimbursed services .....	164,100
24	Secondary road patrol and training fund .....	564,300
25	Sex offenders registration fund .....	225,200
26	State forensic laboratory fund .....	261,600
27	State services fee fund .....	253,800



1	Traffic crash revenue .....	245,000
2	Traffic law enforcement and safety fund .....	615,000
3	Truck driver safety fund .....	2,200
4	State general fund/general purpose .....	\$ 62,308,500
5	<b>Sec. 103. LAW ENFORCEMENT SERVICES</b>	
6	Full-time equated classified positions .....	495.0
7	Training--55.0 FTE positions .....	\$ 12,777,200
8	Commission on law enforcement standards--18.0 FTE	
9	positions.....	9,918,500
10	Criminal justice information center--120.0 FTE	
11	positions.....	16,445,300
12	Forensic science--244.0 FTE positions .....	40,570,600
13	Biometrics and identification--47.0 FTE positions ....	7,490,200
14	Sexual assault kit initiative--11.0 FTE positions ....	<u>1,649,600</u>
15	GROSS APPROPRIATION .....	\$ 88,851,400
16	Appropriated from:	
17	Interdepartmental grant and intradepartmental	
18	transfer revenues:	
19	IDG-MDOC, contract .....	311,000
20	IDG-MDOS .....	357,200
21	IDG-MDOT, state trunkline fund .....	1,165,800
22	IDG, training academy charges .....	2,619,000
23	IDT, Michigan justice training fund .....	1,050,000
24	Federal revenues:	
25	DOJ .....	6,428,900
26	DOT .....	2,591,200
27	Special revenue funds:	



1	Local - SRMS fees .....	598,600
2	Criminal justice information center service fees .....	12,618,600
3	Drunk driving prevention and training fund .....	1,438,700
4	Forensic science reimbursement fees .....	1,373,100
5	Michigan justice training fund .....	8,195,600
6	Motor carrier fees .....	126,900
7	Precision driving track fees .....	323,100
8	Private security licensing fees .....	9,100
9	Secondary road patrol and training fund .....	647,300
10	Sex offenders registration fund .....	383,500
11	State forensic laboratory fund .....	1,501,200
12	State services fee fund .....	7,669,300
13	Traffic crash revenue .....	90,200
14	State general fund/general purpose .....	\$ 39,353,100
15	<b>Sec. 104. FIELD SERVICES</b>	
16	Full-time equated classified positions .....	2,003.0
17	General law enforcement and traffic safety--	1,662.0
18	FTE positions .....	\$ 234,484,300
19	Secure cities partnership .....	2,952,700
20	Security at events .....	100
21	Criminal investigations--341.0 FTE positions .....	<u>59,665,300</u>
22	GROSS APPROPRIATION .....	\$ 297,102,400
23	Appropriated from:	
24	Interdepartmental grant and intradepartmental	
25	transfer revenues:	
26	IDG-MDTR, casino gaming fees .....	5,949,000
27	IDT, auto theft funds .....	757,100



1	Federal revenues:	
2	DOJ.....	4,888,100
3	Equitable sharing programs - forfeiture revenue .....	536,800
4	Federal investigations - reimbursed services .....	1,087,400
5	Special revenue funds:	
6	Local - reimbursed services .....	2,062,900
7	Highway safety fund.....	10,770,000
8	Michigan merit award trust fund.....	787,000
9	Narcotic-related forfeiture revenue .....	797,100
10	Nonnarcotic forfeiture revenue .....	99,000
11	State police service fees .....	2,282,500
12	Tobacco tax revenue .....	4,434,700
13	Traffic law enforcement and safety fund .....	24,593,800
14	Trooper school recruitment fund.....	1,100
15	State general fund/general purpose .....	\$ 238,055,900
16	<b>Sec. 105. SPECIALIZED SERVICES</b>	
17	Full-time equated classified positions.....	462.0
18	Special operations--158.0 FTE positions .....	\$ 26,877,000
19	Commercial vehicle enforcement--192.0 FTE positions ..	24,256,900
20	Emergency management and homeland security--85.0 FTE	
21	positions.....	49,852,400
22	Highway safety planning--26.0 FTE positions .....	16,121,000
23	Secondary road patrol program--1.0 FTE position .....	<u>11,065,700</u>
24	GROSS APPROPRIATION .....	\$ 128,173,000
25	Appropriated from:	
26	Interdepartmental grant and intradepartmental	
27	transfer revenues:	



1	IDG-MDOC, contract .....	25,600
2	IDG-MDOS .....	2,300
3	IDG-MDOT, state trunkline fund .....	9,996,000
4	IDG-MDTR, casino gaming fees .....	3,100
5	IDG-MDTR, emergency telephone fund coordinator .....	800
6	IDG-MDTR, emergency telephone fund operations .....	669,200
7	IDG, training academy charges .....	7,800
8	IDT, auto theft funds .....	3,000
9	IDT, truck safety fund .....	1,869,300
10	Federal revenues:	
11	DHS .....	41,783,500
12	DOJ .....	595,400
13	DOT .....	20,162,100
14	Special revenue funds:	
15	Local - LEIN fees .....	4,600
16	Local - school bus revenue .....	1,674,300
17	Private donations .....	76,700
18	Auto theft prevention fund .....	2,100
19	Criminal justice information center service fees .....	44,500
20	Forensic science reimbursement fees .....	4,400
21	Hazardous materials training center fees .....	1,106,600
22	Highway safety fund .....	5,600
23	Michigan justice training fund .....	5,400
24	Michigan merit award trust fund .....	2,100
25	Motor carrier fees .....	4,220,600
26	Narcotic-related forfeiture revenue .....	1,200
27	Nuclear plant emergency planning reimbursement .....	2,652,100



1	Precision driving track fees .....		100
2	Reimbursed services .....		584,800
3	Rental of departmental aircraft .....		59,400
4	Secondary road patrol and training fund .....		11,065,700
5	State police service fees .....		500,000
6	State services fee fund .....		15,300
7	Traffic law enforcement and safety fund .....		6,700
8	Truck driver safety fund .....		2,016,500
9	State general fund/general purpose .....	\$	29,006,200
10	<b>Sec. 106. ONE-TIME APPROPRIATIONS</b>		
11	129th trooper recruit school .....	\$	3,200,000
12	Sexual assault prevention and education initiative ...		500,000
13	Michigan International Speedway traffic control .....		<u>500,000</u>
14	GROSS APPROPRIATION .....	\$	4,200,000
15	Appropriated from:		
16	Special revenue funds:		
17	State general fund/general purpose .....	\$	4,200,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

**GENERAL SECTIONS**

22           Sec. 201. Pursuant to section 30 of article IX of the state  
 23 constitution of 1963, total state spending from state resources  
 24 under part 1 for fiscal year 2015-2016 is \$493,277,600.00 and state  
 25 spending from state resources to be paid to local units of



1 government for fiscal year 2015-2016 is \$15,464,100.00. The  
 2 itemized statement below identifies appropriations from which  
 3 spending to local units of government will occur:

4 DEPARTMENT OF STATE POLICE

5	Commission on law enforcement standards .....	\$	3,839,900
6	Special operations .....		669,200
7	Secondary road patrol program .....	\$	<u>10,995,000</u>
8	TOTAL .....	\$	15,464,100

9       Sec. 202. The appropriations authorized under this part and  
 10 part 1 are subject to the management and budget act, 1984 PA 431,  
 11 MCL 18.1101 to 18.1594.

12       Sec. 203. As used in this part and part 1:

13       (a) "AFIS" means the automated fingerprint identification  
 14 system.

15       (b) "Department" means the department of state police.

16       (c) "DHS" means the United States Department of Homeland  
 17 Security.

18       (d) "DOJ" means the United States Department of Justice.

19       (e) "DOT" means the United States Department of  
 20 Transportation.

21       (f) "Fiscal agencies" means the Michigan senate fiscal agency  
 22 and the Michigan house fiscal agency.

23       (g) "FTE" means full-time equated.

24       (h) "IDG" means interdepartmental grant.

25       (i) "IDT" means intradepartmental transfer.

26       (j) "LEIN" means the law enforcement information network.

27       (k) "MDOC" means the Michigan department of corrections.



1 (l) "MDOS" means the Michigan department of state.

2 (m) "MDOT" means the Michigan department of transportation.

3 (n) "MDTR" means the Michigan department of treasury.

4 (o) "SRMS" means state records management system.

5 (p) "Subcommittees" means all members of the subcommittees of  
6 the senate and house standing committees on appropriations with  
7 jurisdiction over the budget for the department.

8 (q) "Work project" means that term as defined in section 404  
9 of the management and budget act, 1984 PA 431, MCL 18.1404, and  
10 that meets the criteria in section 451a(1) of the management and  
11 budget act, 1984 PA 431, MCL 18.1451a.

12 Sec. 204. Based on the availability of federal funding and the  
13 demonstrated need as indicated by applications submitted to the  
14 state court administrative office, the department shall provide  
15 \$1,500,000.00 in Byrne justice assistance grant program funding to  
16 the judiciary by interdepartmental grant.

17 Sec. 206. (1) In addition to the funds appropriated in part 1,  
18 there is appropriated an amount not to exceed \$10,000,000.00 for  
19 federal contingency funds. These funds are not available for  
20 expenditure until they have been transferred to another line item  
21 in part 1 under section 393(2) of the management and budget act,  
22 1984 PA 431, MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$3,500,000.00 for state  
25 restricted contingency funds. These funds are not available for  
26 expenditure until they have been transferred to another line item  
27 in part 1 under section 393(2) of the management and budget act,



1 1984 PA 431, MCL 18.1393.

2 (3) In addition to the funds appropriated in part 1, there is  
3 appropriated an amount not to exceed \$1,000,000.00 for local  
4 contingency funds. These funds are not available for expenditure  
5 until they have been transferred to another line item in part 1  
6 under section 393(2) of the management and budget act, 1984 PA 431,  
7 MCL 18.1393.

8 (4) In addition to the funds appropriated in part 1, there is  
9 appropriated an amount not to exceed \$200,000.00 for private  
10 contingency funds. These funds are not available for expenditure  
11 until they have been transferred to another line item in part 1  
12 under section 393(2) of the management and budget act, 1984 PA 431,  
13 MCL 18.1393.

14 Sec. 207. The department shall cooperate with the department  
15 of technology, management, and budget to maintain a searchable  
16 website that is accessible by the public at no cost that includes,  
17 but is not limited to, all of the following:

18 (a) Fiscal year-to-date expenditures by category.

19 (b) Fiscal year-to-date expenditures by appropriation unit.

20 (c) Fiscal year-to-date payments to a selected vendor,  
21 including the vendor name, payment date, payment amount, and  
22 payment description.

23 (d) The number of active department employees by job  
24 classification.

25 (e) Job specifications and wage rates.

26 Sec. 208. The department and agencies receiving appropriations  
27 in part 1 shall use the Internet to fulfill the reporting



1 requirements of this part. This requirement may include  
2 transmission of reports via electronic mail to the recipients  
3 identified for each reporting requirement, or it may include  
4 placement of reports on an Internet or intranet site.

5       Sec. 209. Funds appropriated in part 1 and this part shall not  
6 be used for the purchase of foreign goods or services, or both, if  
7 competitively priced and of comparable quality American goods or  
8 services, or both, are available. Preference shall be given to  
9 goods or services, or both, manufactured or provided by Michigan  
10 businesses, if they are competitively priced and of comparable  
11 quality. In addition, preference shall be given to goods or  
12 services, or both, that are manufactured or provided by Michigan  
13 businesses owned and operated by veterans, if they are  
14 competitively priced and of comparable quality.

15       Sec. 210. The department shall take all reasonable steps to  
16 ensure businesses in deprived and depressed communities compete for  
17 and perform contracts to provide services or supplies, or both, for  
18 the department. The director of the department shall strongly  
19 encourage firms with which the department contracts to subcontract  
20 with certified businesses in depressed and deprived communities for  
21 services or supplies, or both.

22       Sec. 215. A department or state agency shall not take  
23 disciplinary action against an employee for communicating with a  
24 member of the legislature or his or her staff.

25       Sec. 218. The departments and agencies receiving  
26 appropriations in part 1 shall prepare a report on out-of-state  
27 travel expenses not later than January 1 of each year. The travel



1 report shall be a listing of all travel by classified and  
2 unclassified employees outside this state in the immediately  
3 preceding fiscal year that was funded in whole or in part with  
4 funds appropriated in the department's budget. The report shall be  
5 submitted to the senate and house appropriations committees, the  
6 senate and house fiscal agencies, and the state budget director.  
7 The report shall include the following information:

8 (a) The dates of each travel occurrence.

9 (b) The total transportation and related costs of each travel  
10 occurrence, including the proportion funded with state general  
11 fund/general purpose revenues, the proportion funded with state  
12 restricted revenues, the proportion funded with federal revenues,  
13 and the proportion funded with other revenues.

14 Sec. 222. The department shall notify the subcommittees, the  
15 chairpersons of the senate and house standing committees on  
16 appropriations, and the senate and house fiscal agencies not less  
17 than 90 days before recommending to close or consolidate any state  
18 police posts. The notification shall include a local and state  
19 impact study of the proposed post closure or consolidation.

20 Sec. 223. At least 90 days before beginning any effort to  
21 privatize, the department shall submit a complete project plan to  
22 the subcommittees and the senate and house fiscal agencies. The  
23 plan shall include the criteria under which the privatization  
24 initiative will be evaluated. The evaluation shall be completed and  
25 submitted to the subcommittees and the senate and house fiscal  
26 agencies within 30 months.

27 Sec. 224. Funds appropriated in part 1 or this part shall not



1 be used by a principal executive department, state agency, or  
2 authority to hire a person to provide legal services that are the  
3 responsibility of the attorney general. This prohibition does not  
4 apply to legal services for bonding activities and for those  
5 activities that the attorney general authorizes.

6       Sec. 226. (1) When the department provides contractual  
7 services to a local unit of government, the department shall be  
8 reimbursed for all costs incurred in providing the services,  
9 including, but not limited to, retirement and overtime costs.

10       (2) The department shall define service cost models for those  
11 services requiring reimbursement.

12       (3) Contractual services provided to an entity other than a  
13 local unit of government may be provided by department personnel,  
14 but only on an overtime basis outside the normal work schedule of  
15 the personnel.

16       (4) This section does not apply to state agencies.

17       Sec. 228. Not later than November 30, the state budget office  
18 shall prepare and transmit a report that provides for estimates of  
19 the total general fund/general purpose appropriations lapses at the  
20 close of the prior fiscal year. This report shall summarize the  
21 projected year-end general fund/general purpose appropriations  
22 lapses by major departmental program or program areas. The report  
23 shall be transmitted to the office of the state budget, the  
24 chairpersons of the senate and house appropriations committees, the  
25 subcommittees, and the fiscal agencies.

26       Sec. 229. Within 14 days after the release of the executive  
27 budget recommendation, the department shall cooperate with the



1 state budget office to provide the senate and house appropriations  
2 chairs, the subcommittees, and the fiscal agencies with an annual  
3 report on estimated state restricted fund balances, state  
4 restricted fund projected revenues, and state restricted fund  
5 expenditures for the preceding and current fiscal years.

6 Sec. 230. The department shall maintain, on a publicly  
7 accessible website, a department scorecard that identifies, tracks,  
8 and regularly updates key metrics that are used to monitor and  
9 improve the department's performance.

10 Sec. 233. Total authorized appropriations from all sources  
11 under part 1 for legacy costs for the fiscal year ending September  
12 30, 2016 are \$122,920,900.00. From this amount, total agency  
13 appropriations for pension-related legacy costs are estimated at  
14 \$66,961,400.00, and total agency appropriations for retiree health  
15 care legacy costs are estimated at \$55,959,500.00.

16 Sec. 238. Money privately donated to the department is  
17 appropriated under part 1 to be used for the purposes designated by  
18 the donor of the money, if specified.

19 Sec. 240. The accounting structures utilized by the department  
20 via the Michigan administrative information network shall  
21 accurately reflect the appropriation units, line items, and fund  
22 sources established within part 1.

23 Sec. 245. The amount appropriated for the one-time costs  
24 associated with the motor carrier school pursuant to section 106 of  
25 part 1 of article XVI of 2014 PA 252, equivalent to \$1,181,900.00,  
26 shall lapse to the state general fund/general account at the close  
27 of the preceding fiscal year and shall not be subject to a work



1 project designation under section 451a of the management and budget  
2 act, 1984 PA 431, MCL 18.1451a.

### 3 **EXECUTIVE AND DEPARTMENTAL SERVICES**

4 Sec. 303. (1) The department shall provide security services  
5 at the State Capitol Complex facilities and the State Secondary  
6 Complex.

7 (2) The department shall maintain the staff and resources  
8 necessary to respond to emergencies at the State Capitol Complex,  
9 State Secondary Complex, House Office Building, Farnum Building,  
10 Capitol parking lot, Townsend Parking Ramp, Roosevelt Parking Ramp,  
11 and other areas as directed.

12 (3) The department shall pursue federal grants to improve the  
13 security at the Capitol Building.

14 (4) The department may develop a phased approach for improving  
15 security at the Capitol Building.

16 (5) The department shall dedicate a minimum of 35,000 patrol  
17 hours for the State Capitol Complex facilities.

### 18 **LAW ENFORCEMENT SERVICES**

19 Sec. 405. (1) The department shall improve the accuracy,  
20 timeliness, and completeness of criminal history information by  
21 conducting a minimum of 30 outreach activities targeted to criminal  
22 justice agencies.

23 (2) The department shall provide for the completion and  
24 publication of crime statistics consistent with the uniform crime  
25 reporting (UCR) program and the national incident-based report



1 system (NIBRS).

2 (3) The department shall provide for the compilation and  
3 evaluation of traffic crash reports and the maintenance of the  
4 state accident data collection system and shall make traffic crash  
5 information available to the public at a reasonable cost. For bulk  
6 access to the accident records in which the vehicle identification  
7 number has been collected and computerized, the department shall  
8 make those records available to the public at cost, provided that  
9 the name and address have been excluded.

10 Sec. 412. (1) The department shall ensure its ability to  
11 maintain accreditation by the American Society of Crime Laboratory  
12 Directors/Laboratory Accreditation Board (ASCLD/LAB), or other  
13 federally designated accrediting agency, as provided under 42 USC  
14 14132.

15 (2) The department shall provide forensic science services  
16 with an average turnaround time of 55 days, assuming an annual  
17 caseload volume commensurate with that received in fiscal year  
18 2012-2013, and shall achieve a goal of a 30-day average turnaround  
19 time across all forensic science disciplines by December 31, 2016.

20 (3) The department shall annually provide the following data  
21 to the subcommittees and fiscal agencies:

22 (a) The average turnaround time for processing forensic  
23 evidence across all disciplines.

24 (b) Forensic laboratory staffing levels, including scientists  
25 in training, and vacancies.

26 (c) The number of backlogged cases in each discipline.

27 Sec. 414. The department shall annually provide information to



1 the subcommittees and fiscal agencies on the number of fingerprint  
2 checks processed and background checks processed through the  
3 Internet criminal history access tool (ICHAT).

4 Sec. 415. (1) From the funds appropriated in part 1 for the  
5 sexual assault kit initiative, the department shall establish the  
6 sexual assault kit initiative in the current fiscal year. The  
7 purpose of this new initiative is to improve the case clearance  
8 rates and turnaround times for the collection, submission, and  
9 timely testing of all criminal sexual conduct kits.

10 (2) Not later than October 31, the department shall submit a  
11 report to the subcommittees and fiscal agencies including, but not  
12 limited to, the following information:

13 (a) Sexual assault kit analysis backlog at the beginning of  
14 the preceding fiscal year.

15 (b) Number of sexual assault kits collected or submitted for  
16 analysis during the preceding fiscal year.

17 (c) Number of sexual assault kits analyzed and number of  
18 associated DNA profiles created and uploaded during the preceding  
19 fiscal year.

20 (d) Sexual assault kit analysis backlog at the end of the  
21 preceding fiscal year.

22 (e) Average turnaround time to analyze sexual assault kits and  
23 create and upload associated DNA profiles for the preceding fiscal  
24 year.

25 (f) The case clearance rate associated with sexual assault  
26 kits for the preceding fiscal year.

27 (g) Estimates of the information included in subdivisions (a)



1 through (f) for the current fiscal year.

2 **FIELD SERVICES**

3 Sec. 501. (1) The department, in keeping with its role as the  
4 general law enforcement agency of the state and as the law  
5 enforcement agency of last resort for communities that are either  
6 without local law enforcement resources or seriously underserved by  
7 local law enforcement resources, shall provide general law  
8 enforcement assistance to those communities until adequate law  
9 enforcement services can be provided to those communities by other  
10 means.

11 (2) Department enlisted personnel who are employed to enforce  
12 traffic laws as provided in section 629e of the Michigan vehicle  
13 code, 1949 PA 300, MCL 257.629e, shall not be prohibited from  
14 responding to crimes in progress or other emergency situations and  
15 are responsible for making every effort to protect the residents of  
16 this state.

17 (3) The department shall maintain the staffing and resources  
18 necessary to continually work to enhance traffic safety throughout  
19 the state and shall dedicate a minimum of 315,000 hours to  
20 statewide patrol, of which a minimum of 30,000 shall be committed  
21 to distressed cities in this state, and 4,000 shall be committed to  
22 Belle Isle.

23 (4) The department shall maintain the staffing and resources  
24 necessary to perform activities to maintain a 93% compliance rate  
25 for reporting by registered sex offenders.

26 (5) The department shall submit a report on or before December



1 1 to the subcommittees and fiscal agencies regarding the secure  
2 cities partnership during the prior fiscal year.

3 Sec. 503. (1) The department shall maintain the staffing and  
4 resources necessary to provide a comparable number of hours  
5 investigating crimes as those performed in fiscal year 2012-2013.

6 (2) The department shall maintain the staffing and resources  
7 necessary to annually meet or exceed a case clearance rate of 60%.

8 (3) The tobacco tax enforcement unit shall dedicate a minimum  
9 of 16,600 hours to tobacco tax enforcement and shall submit an  
10 annual report on December 1 to the subcommittees, the senate and  
11 house appropriations subcommittees on general government, and the  
12 fiscal agencies that details expenditures and activities related to  
13 tobacco tax enforcement for the prior fiscal year.

14 (4) The department shall maintain the staffing and resources  
15 necessary to maintain readiness to respond appropriately to at  
16 least 400 requests for fire investigation services and shall be  
17 available for call out statewide 100% of the time.

## 18 **SPECIALIZED SERVICES**

19 Sec. 601. (1) The department shall operate the Michigan  
20 intelligence operation center for homeland security as the state's  
21 primary federally designated fusion center to gather, receive,  
22 analyze, and disseminate threat-related information among federal,  
23 state, local, tribal, and private sector partners.

24 (2) The department shall ensure public safety by providing  
25 public and private sector partners with timely and accurate  
26 information regarding critical information key resource threats as



1 reported to or discovered by the Michigan intelligence operations  
2 center for homeland security and shall increase public awareness on  
3 how to report suspicious activity through website or telephone  
4 communications. The department shall create monthly suspicious  
5 activity reports for public and private sector partners to  
6 facilitate awareness of suspicious activities affecting homeland  
7 security.

8 (3) The department shall maintain the staffing and resources  
9 necessary to provide training to maintain readiness to respond  
10 appropriately to at least the number of requests for specialty  
11 services which occurred in fiscal year 2010-2011.

12 (4) The canine unit shall be available for call out statewide  
13 100% of the time.

14 (5) The bomb squad unit shall be available for call out  
15 statewide 100% of the time.

16 (6) The emergency support teams shall be available for call  
17 out statewide 100% of the time.

18 (7) The underwater recovery unit shall be available for call  
19 out statewide 100% of the time.

20 (8) Aviation services shall be available for call out  
21 statewide 100% of the time, unless prohibited by weather or  
22 unexpected mechanical breakdowns.

23 Sec. 602. (1) The department shall maintain commercial vehicle  
24 enforcement activities, including enforcement of requirements  
25 concerning size, weight, and load restrictions; operating  
26 authority; registrations; fuel taxes; the transportation of  
27 hazardous materials; the operations of new entrants; and commercial



1 driver's licenses.

2 (2) The department shall maintain the staffing and resources  
3 necessary to annually inspect at least 50,000 commercial vehicles.

4 Sec. 606. (1) The state director of emergency management may  
5 expend money appropriated under part 1 to call upon any agency or  
6 department of the state or any resource of the state to protect  
7 life or property or to provide for the health or safety of the  
8 population in any area of the state in which the governor proclaims  
9 a state of emergency or state of disaster under 1945 PA 302, MCL  
10 10.31 to 10.33, or under the emergency management act, 1976 PA 390,  
11 MCL 30.401 to 30.421. The state director of emergency management  
12 may expend the amounts the director considers necessary to  
13 accomplish these purposes. The director shall submit to the state  
14 budget director as soon as possible a complete report of all  
15 actions taken under the authority of this section. The report shall  
16 contain, as a separate item, a statement of all money expended that  
17 is not reimbursable from federal money. The state budget director  
18 shall review the expenditures and submit recommendations to the  
19 legislature in regard to any possible need for a supplemental  
20 appropriation.

21 (2) In addition to the money appropriated in part 1, the  
22 department may receive and expend money from local, private,  
23 federal, or state sources for the purpose of providing emergency  
24 management training to local or private interests and for the  
25 purpose of supporting emergency preparedness, response, recovery,  
26 and mitigation activity. If additional expenditure authorization in  
27 the Michigan administrative information network is approved by the



1 state budget office under this section, the department and the  
2 state budget office shall notify the subcommittees and the senate  
3 and house fiscal agencies within 10 days after the approval. The  
4 notification shall include the amount and source and the additional  
5 authorization, the date of its approval, and the projected use of  
6 funds to be expended under the authorization.

7 (3) The department shall maintain the staffing and resources  
8 necessary to do all of the following:

9 (a) Serve approximately 105 local emergency management  
10 preparedness programs and 88 local emergency planning committees in  
11 this state.

12 (b) Operate and maintain the state's emergency operations  
13 center and provide command and control in support of emergency  
14 response services.

15 (c) Maintain readiness, including training and equipment to  
16 respond to civil disorders and natural disasters commensurate with  
17 the capabilities of fiscal year 2010-2011.

18 (d) Perform hazardous materials response training.

19 (4) The department shall conduct a minimum of 3 training  
20 sessions to enhance safe response in the event of natural or  
21 manmade incidents, emergencies, or disasters.

22 (5) In addition to the funds appropriated in part 1, there is  
23 appropriated from the disaster and emergency contingency fund up to  
24 \$800,000.00 to cover costs related to any disaster or emergency as  
25 defined in the emergency management act, 1976 PA 390, MCL 30.401 to  
26 30.421. Funds shall be expended as provided under sections 18 and  
27 19 of the emergency management act, 1976 PA 390, MCL 30.418 and



1 30.419, and R 30.51 to R 30.61 of the Michigan administrative code.

2 (6) Funds in the disaster and emergency contingency fund shall  
3 not be expended unless the state budget director approves the  
4 expenditure and the department and the state budget office notify  
5 the senate and house appropriations committees. No later than  
6 December 1, the department shall provide an annual report to the  
7 senate and house appropriations committees, the senate and house  
8 fiscal agencies, and the state budget office on the use of the  
9 disaster and emergency contingency fund during the prior fiscal  
10 year.

11 Sec. 608. The department shall provide for the planning,  
12 administration, and implementation of highway traffic safety  
13 programs to save lives and reduce injuries on Michigan roads in  
14 partnership with other public and private organizations.

15 Sec. 610. (1) The department shall provide funding to county  
16 sheriffs to patrol secondary roads.

17 (2) The department shall provide the following information to  
18 the subcommittees and fiscal agencies on secondary road patrol  
19 activities supported by appropriations in part 1:

20 (a) The number of full-time equivalent county sheriff  
21 secondary road patrol deputies.

22 (b) The number of hours dedicated to patrol under the  
23 secondary road patrol program, with an annual goal of at least  
24 178,000 hours.

25 (3) The information required to be reported under subsection  
26 (2) shall be reported for each quarter of the fiscal year on a  
27 semiannual basis.





1	Private revenues .....	100,000
2	Total local and private revenues .....	50,393,500
3	Blue Water Bridge fund .....	23,943,300
4	Comprehensive transportation fund .....	272,383,600
5	Economic development fund .....	42,859,000
6	IRS debt service rebate .....	6,974,200
7	Intercity bus equipment fund .....	140,000
8	Local bridge fund .....	29,235,400
9	Michigan transportation fund .....	1,046,130,000
10	Rail freight fund .....	6,000,000
11	State aeronautics fund .....	14,878,600
12	State trunkline fund .....	741,847,300
13	Total other state restricted revenues .....	2,184,391,400
14	State general fund/general purpose .....	\$ 139,521,100
15	<b>Sec. 102. DEBT SERVICE</b>	
16	State trunkline .....	\$ 194,617,900
17	Economic development .....	11,672,600
18	Local bridge fund .....	2,406,800
19	Blue Water Bridge fund .....	6,963,600
20	Airport safety and protection plan .....	4,997,700
21	Comprehensive transportation .....	<u>18,202,200</u>
22	GROSS APPROPRIATION .....	\$ 238,860,800
23	Appropriated from:	
24	Federal revenues:	
25	Federal aid - transportation programs .....	45,766,900
26	Special revenue funds:	
27	Blue Water Bridge fund .....	6,963,600



1	Comprehensive transportation fund .....	18,202,200
2	Economic development fund .....	11,672,600
3	Local bridge fund .....	2,406,800
4	IRS debt service rebate .....	6,974,200
5	State aeronautics fund .....	4,997,700
6	State trunkline fund .....	141,876,800
7	State general fund/general purpose .....	\$ 0
8	<b>Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY</b>	
9	<b>SUPPORT SERVICES</b>	
10	MTF grant to department of environmental quality .....	\$ 1,310,500
11	MTF grant to department of state for collection of	
12	revenue and fees .....	20,000,000
13	MTF grant to department of treasury .....	2,700,000
14	MTF grant to legislative auditor general .....	309,600
15	STF grant to department of attorney general .....	2,377,300
16	STF grant to civil service commission .....	5,447,000
17	STF grant to department of technology, management, and	
18	budget .....	1,136,300
19	STF grant to department of state police .....	11,413,900
20	STF grant to department of treasury .....	149,200
21	STF grant to legislative auditor general .....	719,100
22	SAF grant to department of attorney general .....	173,800
23	SAF grant to civil service commission .....	150,000
24	SAF grant to department of technology, management, and	
25	budget .....	31,200
26	SAF grant to department of treasury .....	75,300
27	SAF grant to legislative auditor general .....	29,700



1	CTF grant to department of attorney general .....	200,100
2	CTF grant to civil service commission .....	200,000
3	CTF grant to department of technology, management, and	
4	budget.....	36,800
5	CTF grant to department of treasury .....	8,900
6	CTF grant to legislative auditor general .....	<u>38,200</u>
7	GROSS APPROPRIATION .....	\$ 46,506,900
8	Appropriated from:	
9	Special revenue funds:	
10	Comprehensive transportation fund .....	484,000
11	Michigan transportation fund .....	24,320,100
12	State aeronautics fund .....	460,000
13	State trunkline fund .....	21,242,800
14	State general fund/general purpose .....	\$ 0
15	<b>Sec. 104. EXECUTIVE DIRECTION</b>	
16	Full-time equated unclassified positions ..... 6.0	
17	Full-time equated classified positions ..... 29.3	
18	Unclassified salaries .....	\$ 735,600
19	Asset management council .....	1,626,400
20	Commission audit--29.3 FTE positions .....	<u>3,347,900</u>
21	GROSS APPROPRIATION .....	\$ 5,709,900
22	Appropriated from:	
23	Special revenue funds:	
24	Michigan transportation fund .....	1,626,400
25	State trunkline fund .....	4,083,500
26	State general fund/general purpose .....	\$ 0
27	<b>Sec. 105. BUSINESS SUPPORT</b>	



1	Full-time equated classified positions .....	53.0	
2	Business support services--44.0 FTE positions .....		\$ 6,625,800
3	Economic development and enhancement programs--9.0 FTE		
4	positions.....		1,449,200
5	Property management .....		7,740,500
6	Worker's compensation .....		<u>1,805,200</u>
7	GROSS APPROPRIATION .....		\$ 17,620,700
8	Appropriated from:		
9	Special revenue funds:		
10	Comprehensive transportation fund .....		1,742,700
11	Economic development fund .....		378,700
12	Michigan transportation fund .....		777,100
13	State aeronautics fund .....		661,900
14	State trunkline fund .....		14,060,300
15	State general fund/general purpose .....		\$ 0
16	<b>Sec. 106. INFORMATION TECHNOLOGY</b>		
17	Information technology services and projects .....		<u>\$ 31,429,600</u>
18	GROSS APPROPRIATION .....		\$ 31,429,600
19	Appropriated from:		
20	Federal revenues:		
21	Federal aid - transportation programs .....		520,500
22	Special revenue funds:		
23	Blue Water Bridge fund .....		53,600
24	Comprehensive transportation fund .....		217,800
25	Economic development fund .....		37,200
26	Michigan transportation fund .....		287,600
27	State aeronautics fund .....		170,000

1	State trunkline fund .....	30,142,900
2	State general fund/general purpose .....	\$ 0
3	<b>Sec. 107. FINANCE, CONTRACTS, AND SUPPORT SERVICES</b>	
4	Full-time equated classified positions .....	185.0
5	Finance, contracts, and support services .....	\$ <u>21,416,800</u>
6	GROSS APPROPRIATION .....	\$ 21,416,800
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG for accounting service center user charges .....	3,928,500
10	Special revenue funds:	
11	Michigan transportation fund .....	1,545,500
12	State trunkline fund .....	15,942,800
13	State general fund/general purpose .....	\$ 0
14	<b>Sec. 108. TRANSPORTATION PLANNING</b>	
15	Full-time equated classified positions .....	141.0
16	Transportation planning--141.0 FTE positions .....	\$ 38,213,700
17	Grants to regional planning councils .....	<u>488,800</u>
18	GROSS APPROPRIATION .....	\$ 38,702,500
19	Appropriated from:	
20	Federal revenues:	
21	Federal aid - transportation programs .....	20,000,000
22	Special revenue funds:	
23	Comprehensive transportation fund .....	610,500
24	Michigan transportation fund .....	8,619,300
25	State aeronautics fund .....	15,000
26	State trunkline fund .....	9,457,700
27	State general fund/general purpose .....	\$ 0



1       **Sec. 109. DESIGN AND ENGINEERING SERVICES**

2       Full-time equated classified positions ..... 1,590.3

3       Systems operations management--460.6 FTE positions ... \$       78,572,900

4       Development and delivery--1,079.7 FTE positions .....       76,247,700

5       Welcome center operations--50.0 FTE positions .....       4,457,200

6       GROSS APPROPRIATION ..... \$       159,277,800

7       Appropriated from:

8       Federal revenues:

9       Federal aid - transportation programs .....       23,529,800

10      Special revenue funds:

11     Michigan transportation fund .....       11,913,200

12     State trunkline fund .....       123,834,800

13     State general fund/general purpose ..... \$       0

14      **Sec. 110. HIGHWAY MAINTENANCE**

15     Full-time equated classified positions ..... 743.7

16     State trunkline operations--743.7 FTE positions ..... \$       320,692,000

17     GROSS APPROPRIATION ..... \$       320,692,000

18     Appropriated from:

19     Special revenue funds:

20     State trunkline fund .....       320,692,000

21     State general fund/general purpose ..... \$       0

22      **Sec. 111. ROAD AND BRIDGE PROGRAMS**

23     State trunkline federal aid and road and bridge

24     construction ..... \$       839,663,400

25     Local federal aid and road and bridge construction ...       240,443,000

26     Grants to local programs .....       33,000,000

27     Rail grade crossing .....       3,000,000



1	Local bridge program .....	26,828,600
2	County road commissions .....	615,734,000
3	Cities and villages .....	<u>343,299,300</u>
4	GROSS APPROPRIATION .....	\$ 2,101,968,300
5	Appropriated from:	
6	Federal revenues:	
7	Federal aid - transportation programs .....	982,720,800
8	Special revenue funds:	
9	Local funds .....	30,000,000
10	Blue Water Bridge fund .....	10,580,400
11	Local bridge fund .....	26,828,600
12	Michigan transportation fund .....	995,033,300
13	State trunkline fund .....	56,805,200
14	State general fund/general purpose .....	\$ 0
15	<b>Sec. 112. BLUE WATER BRIDGE</b>	
16	Full-time equated classified positions .....	41.0
17	Blue Water Bridge operations--41.0 FTE positions .....	\$ <u>6,345,700</u>
18	GROSS APPROPRIATION .....	\$ 6,345,700
19	Appropriated from:	
20	Special revenue funds:	
21	Blue Water Bridge fund .....	6,352,200
22	State general fund/general purpose .....	\$ 0
23	<b>Sec. 113. TRANSPORTATION ECONOMIC DEVELOPMENT</b>	
24	Forest roads .....	\$ 5,000,000
25	Rural county urban system .....	2,500,000
26	Target industries/economic redevelopment .....	7,385,300
27	Urban county congestion .....	7,942,600



1	Rural county primary .....	<u>7,942,600</u>
2	GROSS APPROPRIATION .....	\$ 30,770,500
3	Appropriated from:	
4	Special revenue funds:	
5	Economic development fund .....	30,770,500
6	State general fund/general purpose .....	\$ 0
7	<b>Sec. 114. AERONAUTICS SERVICES</b>	
8	Full-time equated classified positions .....	54.0
9	Aviation services--54.0 FTE positions .....	\$ <u>7,039,300</u>
10	GROSS APPROPRIATION .....	\$ 7,039,300
11	Appropriated from:	
12	Special revenue funds:	
13	State aeronautics fund .....	7,039,300
14	State general fund/general purpose .....	\$ 0
15	<b>Sec. 115. PUBLIC TRANSPORTATION SERVICES</b>	
16	Full-time equated classified positions .....	36.0
17	Passenger transportation services--36.0 FTE positions	\$ <u>5,689,500</u>
18	GROSS APPROPRIATION .....	\$ 5,689,500
19	Appropriated from:	
20	Federal revenues:	
21	Federal aid - transportation programs .....	972,100
22	Special revenue funds:	
23	Comprehensive transportation fund .....	4,717,400
24	State general fund/general purpose .....	\$ 0
25	<b>Sec. 116. BUS TRANSIT DIVISION: STATUTORY OPERATING</b>	
26	Local bus operating .....	\$ 167,400,000
27	Nonurban operating/capital .....	<u>26,027,900</u>



1	GROSS APPROPRIATION .....	\$	193,427,900
2	Appropriated from:		
3	Federal revenues:		
4	Federal aid - transportation programs .....		24,027,900
5	Special revenue funds:		
6	Comprehensive transportation fund .....		167,400,000
7	Local funds .....		2,000,000
8	State general fund/general purpose .....	\$	0
9	<b>Sec. 117. PUBLIC TRANSPORTATION DEVELOPMENT</b>		
10	Specialized services .....	\$	17,938,900
11	Municipal credit program .....		2,000,000
12	Transit capital .....		31,160,800
13	Van pooling .....		195,000
14	Service initiatives .....		2,349,800
15	Transportation to work .....		<u>3,900,000</u>
16	GROSS APPROPRIATION .....	\$	57,544,500
17	Appropriated from:		
18	Federal revenues:		
19	Federal aid - transportation programs .....		16,350,000
20	Special revenue funds:		
21	Local funds .....		5,635,000
22	Comprehensive transportation fund .....		35,559,500
23	State general fund/general purpose .....	\$	0
24	<b>Sec. 118. INTERCITY PASSENGER</b>		
25	Full-time equated classified positions .....		39.0
26	Office of rail--39.0 FTE positions .....	\$	6,355,400
27	Freight property management .....		1,000,000



1	Detroit/Wayne County Port Authority .....	468,200
2	Intercity services .....	5,690,000
3	Rail operations and infrastructure .....	103,090,400
4	Marine passenger service .....	400,000
5	Terminal development .....	<u>150,000</u>
6	GROSS APPROPRIATION .....	\$ 117,154,000
7	Appropriated from:	
8	Federal revenues:	
9	Federal aid - transportation programs .....	64,600,000
10	Special revenue funds:	
11	Local funds .....	150,000
12	Private funds .....	100,000
13	Comprehensive transportation fund .....	43,449,500
14	Intercity bus equipment fund .....	140,000
15	Rail freight fund .....	6,000,000
16	Michigan transportation fund .....	2,007,500
17	State trunkline fund .....	707,000
18	State general fund/general purpose .....	\$ 0
19	<b>Sec. 119. CAPITAL OUTLAY</b>	
20	<b>(1) BUILDINGS AND FACILITIES</b>	
21	Special maintenance, remodeling, and additions .....	\$ <u>3,001,500</u>
22	GROSS APPROPRIATION .....	\$ 3,001,500
23	Appropriated from:	
24	State trunkline fund .....	3,001,500
25	State general fund/general purpose .....	\$ 0
26	<b>(2) AIRPORT IMPROVEMENT PROGRAMS</b>	
27	Airport safety, protection and improvement program ...	\$ <u>93,043,200</u>





1 itemized statement below identifies appropriations from which  
 2 spending to local units of government will occur:

3 STATE TRANSPORTATION DEPARTMENT

4	Grants to regional planning councils .....	\$ 488,800
5	Grants to local programs .....	33,000,000
6	Rail grade crossing .....	3,000,000
7	Local bridge program .....	26,828,600
8	Grants to county road commissions .....	615,734,000
9	Grants to cities and villages .....	342,299,300
10	Economic development fund .....	23,385,200
11	Local bus operating .....	167,400,000
12	Detroit/Wayne County Port Authority .....	468,200
13	Marine passenger service .....	400,000
14	Terminal development .....	150,000
15	Specialized services .....	3,853,900
16	Municipal credit program .....	2,000,000
17	Transit capital .....	24,610,800
18	Service initiatives .....	999,800
19	Transportation to work .....	3,900,000
20	Airport safety, protection, and improvement	
21	program .....	<u>3,055,800</u>
22	Total payments to local units of government .....	\$ 1,252,574,400

23 Sec. 202. The appropriations authorized under this part and  
 24 part 1 are subject to the management and budget act, 1984 PA 431,  
 25 MCL 18.1101 to 18.1594.

26 Sec. 203. As used in this part and part 1:

27 (a) "Amtrak" means the National Railroad Passenger



1 Corporation.

2 (b) "CTF" means comprehensive transportation fund.

3 (c) "Department" means the state transportation department.

4 (d) "Director" means the director of the department.

5 (e) "DOT" means the United States Department of

6 Transportation.

7 (f) "DOT-FHWA" means DOT, Federal Highway Administration.

8 (g) "FTE" means full-time equated.

9 (h) "IDG" means the interdepartmental grant.

10 (i) "IRS" means the Internal Revenue Service.

11 (j) "MTF" means Michigan transportation fund.

12 (k) "SAF" means state aeronautics fund.

13 (l) "STF" means state trunkline fund.

14 Sec. 204. (1) For each new program or program expansion for  
15 which funds in excess of \$500,000.00 are appropriated in part 1,  
16 the department shall identify specific benchmarks intended to  
17 measure the performance or return on taxpayer investment of the  
18 program and its associated expenditures. Not later than November 1,  
19 2015, the department shall report the proposed benchmarks to the  
20 house and senate appropriations subcommittees for that department,  
21 the house and senate fiscal agencies, and the state budget  
22 director. The department shall provide an update on its progress in  
23 achieving those benchmarks at an appropriations subcommittee  
24 meeting called for the purpose of discussing benchmarks and their  
25 status.

26 (2) It is the intent of the legislature that, beginning with  
27 the budget for the fiscal year ending September 30, 2016, any



1 proposal for a new program or an expansion of an existing program  
2 in excess of \$500,000.00 initiated by the executive branch or the  
3 legislature shall include, as part of the original proposal or  
4 budget request, a list of benchmarks intended to measure the  
5 performance or return on taxpayer investment of the program or  
6 spending increase.

7       Sec. 206. (1) In addition to the funds appropriated in part 1,  
8 there is appropriated an amount not to exceed \$200,000,000.00 for  
9 federal contingency funds. These funds are not available for  
10 expenditure until they have been transferred to another line item  
11 in part 1 pursuant to section 393(2) of the management and budget  
12 act, 1984 PA 431, MCL 18.1393.

13       (2) In addition to the funds appropriated in part 1, there is  
14 appropriated an amount not to exceed \$40,000,000.00 for state  
15 restricted contingency funds. These funds are not available for  
16 expenditure until they have been transferred to another line item  
17 in part 1 pursuant to section 393(2) of the management and budget  
18 act, 1984 PA 431, MCL 18.1393.

19       (3) In addition to the funds appropriated in part 1, there is  
20 appropriated an amount not to exceed \$1,000,000.00 for local  
21 contingency funds. These funds are not available for expenditure  
22 until they have been transferred to another line item in part 1  
23 pursuant to section 393(2) of the management and budget act, 1984  
24 PA 431, MCL 18.1393.

25       (4) In addition to the funds appropriated in part 1, there is  
26 appropriated an amount not to exceed \$1,000,000.00 for private  
27 contingency funds. These funds are not available for expenditure



1 until they have been transferred to another line item in part 1  
2 pursuant to section 393(2) of the management and budget act, 1984  
3 PA 431, MCL 18.1393.

4 Sec. 207. The department shall cooperate with the department  
5 of technology, management, and budget to maintain a searchable  
6 website accessible by the public at no cost that includes, but is  
7 not limited to, all of the following:

8 (a) Fiscal year-to-date expenditures by category.

9 (b) Fiscal year-to-date expenditures by appropriation unit.

10 (c) Fiscal year-to-date payments to a selected vendor,  
11 including the vendor name, payment date, payment amount, and  
12 payment description.

13 (d) The number of active department employees by job  
14 classification.

15 (e) Job specifications and wage rates.

16 Sec. 208. The departments and agencies receiving  
17 appropriations in part 1 shall use the Internet to fulfill the  
18 reporting requirements of this part. This requirement may include  
19 transmission of reports via electronic mail to the recipients  
20 identified for each reporting requirement, or it may include  
21 placement of reports on an Internet or intranet site.

22 Sec. 209. Funds appropriated in part 1 shall not be used for  
23 the purchase of foreign goods or services, or both, if  
24 competitively priced and of comparable quality American goods or  
25 services, or both, are available. Preference shall be given to  
26 goods or services, or both, manufactured or provided by Michigan  
27 businesses, if they are competitively priced and of comparable



1 quality. In addition, preference shall be given to goods or  
2 services, or both, that are manufactured or provided by Michigan  
3 businesses owned and operated by veterans, if they are  
4 competitively priced and of comparable quality.

5 Sec. 210. The director shall take all reasonable steps to  
6 ensure businesses in deprived and depressed communities compete for  
7 and perform contracts to provide services or supplies, or both.  
8 Each director shall strongly encourage firms with which the  
9 department contracts to subcontract with certified businesses in  
10 depressed and deprived communities for services, supplies, or both.

11 Sec. 212. The department and agencies receiving appropriations  
12 in part 1 shall receive and retain copies of all reports funded  
13 from appropriations in part 1. Federal and state guidelines for  
14 short-term and long-term retention of records shall be followed.  
15 The department may electronically retain copies of reports unless  
16 otherwise required by federal and state guidelines.

17 Sec. 215. A department shall not take disciplinary action  
18 against an employee for communicating with a member of the  
19 legislature or his or her staff.

20 Sec. 228. Not later than November 30, the state budget office  
21 shall prepare and transmit a report that provides for estimates of  
22 the total general fund/general purpose appropriation lapses at the  
23 close of the prior fiscal year. This report shall summarize the  
24 projected year-end general fund/general purpose appropriation  
25 lapses by major departmental program or program areas. The report  
26 shall be transmitted to the office of the state budget, the  
27 chairpersons of the senate and house of representatives standing



1 committees on appropriations, and the senate and house fiscal  
2 agencies.

3       Sec. 229. Within 14 days after the release of the executive  
4 budget recommendation, the department shall cooperate with the  
5 state budget office to provide the state budget director, the  
6 senate and house appropriations chairs, the senate and house  
7 appropriations subcommittees on transportation, respectively, and  
8 the senate and house fiscal agencies with an annual report on  
9 estimated state restricted fund balances, state restricted fund  
10 projected revenues, and state restricted fund expenditures for the  
11 fiscal years ending September 30, 2015 and September 30, 2016.

12       Sec. 233. Not later than April 1, the department shall prepare  
13 and transmit a report that provides detail regarding the  
14 department's expenditures for administration and planning  
15 associated with local units of government. The report shall list  
16 the portion of all the expenditures from part 1 that are allocated  
17 for administration and planning that are associated with the  
18 disbursement of all local funds. The report shall be transmitted to  
19 the office of the state budget, the senate and house appropriations  
20 chairs, the senate and house appropriations subcommittees on  
21 transportation, respectively, and the senate and house fiscal  
22 agencies.

23       Sec. 235. The department shall maintain, on a publicly  
24 accessible website, a department scorecard that identifies, tracks,  
25 and regularly updates key metrics that are used to monitor and  
26 improve the agency's performance.

27       Sec. 260. The departments and agencies receiving



1 appropriations in part 1 shall prepare a report on out-of-state  
2 travel expenses not later than January 1 of each year. The travel  
3 report shall be a listing of all travel by classified and  
4 unclassified employees outside this state in the immediately  
5 preceding fiscal year that was funded in whole or in part with  
6 funds appropriated in the department's budget. The report shall be  
7 submitted to the senate and house appropriations committees, the  
8 house and senate fiscal agencies, and the state budget director.  
9 The report shall include the following information:

10 (a) The dates of each travel occurrence.

11 (b) The transportation and related costs of each travel  
12 occurrence, including the proportion funded with state general  
13 fund/general purpose revenues, the proportion funded with state  
14 restricted revenues, the proportion funded with federal revenues,  
15 and the proportion funded with other revenues.

16 Sec. 262. Funds appropriated in part 1 shall not be used by a  
17 principal executive department, state agency, or authority to hire  
18 a person to provide legal services that are the responsibility of  
19 the attorney general. This prohibition does not apply to legal  
20 services for bonding activities and for those activities that the  
21 attorney general authorizes.

22 Sec. 263. (1) The department shall report no later than April  
23 1, 2016 on each specific policy change made to implement a public  
24 act affecting the department that took effect during the prior  
25 calendar year to the house and senate appropriations subcommittees  
26 on the budget for the department, the joint committee on  
27 administrative rules, and the senate and house fiscal agencies.



1 (2) Funds appropriated in part 1 shall not be used by the  
2 department to adopt a rule that will apply to a small business and  
3 that will have a disproportionate economic impact on small  
4 businesses because of the size of those businesses if the  
5 department fails to reduce the disproportionate economic impact of  
6 the rule on small businesses as provided under section 40 of the  
7 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

8 (3) As used in this section:

9 (a) "Rule" means that term as defined under section 7 of the  
10 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

11 (b) "Small business" means that term as defined under section  
12 7a of the administrative procedures act of 1969, 1969 PA 306, MCL  
13 24.207a.

14 Sec. 270. In order to reduce costs and maintain quality, it is  
15 the intent of the legislature that, excluding the fleet of motor  
16 vehicles for the department of state police, the department will  
17 prioritize the utilization of remanufactured parts as the primary  
18 means of maintenance and repair for the state of Michigan's fleet  
19 of motor vehicles.

20 Sec. 271. Total authorized appropriations from all sources  
21 under part 1 for legacy costs for the fiscal year ending September  
22 30, 2016 are \$68,873,400.00. From this amount, total agency  
23 appropriations for pension-related legacy costs are estimated at  
24 \$39,092,200.00. Total agency appropriations for retiree health care  
25 legacy costs are estimated at \$29,781,200.00.

26 **DEPARTMENTAL SECTIONS**



1           Sec. 301. (1) The department may establish a fee schedule and  
2 collect fees sufficient to cover the costs to issue the permits  
3 that the department is authorized by law to issue upon request,  
4 unless otherwise stipulated by law. All permit fees are  
5 nonrefundable application fees and shall be credited to the  
6 appropriate fund to recover the direct and indirect costs of  
7 receiving, reviewing, and processing the requests.

8           (2) A bridge authority shall hold 3 public hearings on an  
9 increase in any toll charged by the authority at least 30 days  
10 before the toll change will become effective. Two of the hearings  
11 shall be held within 5 miles of the bridge over which the bridge  
12 authority has jurisdiction. One hearing shall be held in Lansing.  
13 Public hearings held under this section shall be conducted in  
14 accordance with the open meetings act, 1976 PA 267, MCL 15.261 to  
15 15.275, and shall be conducted so as to provide a reasonable  
16 opportunity for public comment, including both spoken and written  
17 comments.

18           Sec. 303. On request, the department shall provide to a  
19 legislator, in writing, a report on the amount of money to be  
20 received by each city and village and the county road commission of  
21 each county, that is included in whole or in part within the  
22 legislator's legislative district.

23           Sec. 304. If, as a requirement of bidding on a highway  
24 project, the department requires a contractor to submit financial  
25 or proprietary documentation as to how the bid was calculated, that  
26 bid documentation shall be kept confidential and shall not be  
27 disclosed other than to a department representative without the



1 contractor's written consent. The department may disclose the bid  
2 documentation if necessary to address or defend a claim by a  
3 contractor.

4 Sec. 305. (1) The department may permit space on public  
5 passenger transportation properties to be occupied by public or  
6 private tenants on a competitive market rate basis. The department  
7 shall require that revenue from the tenants be placed in an account  
8 to be used to pay the costs to maintain and improve the property.

9 (2) The department shall charge public transit agencies and  
10 intercity bus carriers equal rates per square foot for leasing  
11 space in state-owned intermodal facilities.

12 Sec. 306. (1) The amounts appropriated in part 1 to support  
13 tax and fee collection, law enforcement, and other program services  
14 provided to the department and to transportation funds by other  
15 state departments shall be expended from transportation funds  
16 pursuant to annual contracts between the department and those other  
17 state departments. The contracts shall be executed prior to the  
18 expenditure or obligation of those funds. The contracts shall  
19 provide, but are not limited to, the following data applicable to  
20 each state department:

21 (a) Estimated costs to be recovered from transportation funds.

22 (b) Description of services provided to the department and/or  
23 transportation funds and financed with transportation funds.

24 (c) Detailed cost allocation methods appropriate to the type  
25 of services being provided and the activities financed with  
26 transportation funds.

27 (2) Not later than 2 months after publication of the state of



1 Michigan comprehensive annual financial report, each state  
2 department receiving funding pursuant to an interdepartment  
3 contract with the department shall submit a written report to the  
4 department, the state budget director, and the house and senate  
5 fiscal agencies stating by spending authorization account the  
6 amount of estimated funds contracted with the department, the  
7 amount of funds expended, the amount of funds returned to the  
8 transportation funds, and any unreimbursed transportation-related  
9 costs incurred but not billed to transportation funds. A copy of  
10 the report shall be submitted to the auditor general, and the  
11 report shall be subject to audit by the auditor general as provided  
12 in subsection (3).

13 (3) Biennially, in each even-numbered fiscal year, the auditor  
14 general shall conduct an audit of charges to transportation funds  
15 by state departments for the 2 preceding fiscal years. The audit  
16 shall include both charges governed by interdepartmental contracts  
17 as well as miscellaneous charges from other state departments not  
18 governed by contracts. The auditor general shall prepare a detailed  
19 report, with recommendations and conclusions, including a summary  
20 of charges and related services to transportation funds by  
21 department, the appropriateness of those charges, the cost  
22 allocation methodologies used in determining the level of funding,  
23 and any unreimbursed transportation-related costs, if any. The  
24 report shall be provided to the senate and house of representatives  
25 committees on appropriations, the senate and house fiscal agencies,  
26 and the state budget director 9 months after publication of the  
27 state of Michigan comprehensive annual financial report.



1           Sec. 307. Before March 1 of each year, the department will  
2 provide to the legislature, the state budget office, and the house  
3 and senate fiscal agencies its rolling 5-year plan listing by  
4 county or by county road commission all highway construction  
5 projects for the fiscal year and all expected projects for the  
6 ensuing fiscal years.

7           Sec. 308. (1) As prescribed in subsection (2), the department  
8 shall submit reports to the state budget director, the house and  
9 senate appropriations subcommittees on transportation, and the  
10 house and senate fiscal agencies on department activities related  
11 to the prequalification of construction contractors under 1933 PA  
12 170, MCL 123.501 to 123.508, and related administrative rules. The  
13 report shall be submitted on or before March 1, 2016.

14           (2) The report shall include all of the following:

15           (a) A description of the department's processes and procedures  
16 for evaluating construction contractor performance on capital  
17 construction projects administered by the department including  
18 state trunkline projects, rail infrastructure projects, local  
19 agency federal-aid highway projects, and airport improvement  
20 projects.

21           (b) Criteria that would cause the department to rate  
22 contractor performance as unsatisfactory.

23           (c) The impact, if any, on a contractor's prequalification if  
24 given an unsatisfactory performance rating by the department.

25           (d) A description of all department actions related to  
26 unsatisfactory contractor performance ratings and restrictions on  
27 contractor prequalification during the fiscal year ending September



1 30, 2015.

2 Sec. 310. The department shall provide in a timely manner  
3 copies of the agenda and approved minutes of monthly transportation  
4 commission meetings to the members of the house and senate  
5 appropriations subcommittees on transportation, the house and  
6 senate fiscal agencies, and the state budget director.

7 Sec. 313. (1) From funds appropriated in part 1, the  
8 department may increase a state infrastructure bank program and  
9 grant or loan funds in accordance with regulations of the state  
10 infrastructure bank program of the United States Department of  
11 Transportation. The state infrastructure bank is to be administered  
12 by the department for the purpose of providing a revolving, self-  
13 sustaining resource for financing transportation infrastructure  
14 projects.

15 (2) In addition to funds provided in subsection (1), money  
16 received by the state as federal grants, repayment of state  
17 infrastructure bank loans, or other reimbursement or revenue  
18 received by the state as a result of projects funded by the program  
19 and interest earned on that money shall be deposited in the  
20 revolving state infrastructure bank fund and shall be available for  
21 transportation infrastructure projects. At the close of the fiscal  
22 year, any unencumbered funds remaining in the state infrastructure  
23 bank fund shall remain in the fund and be carried forward into the  
24 succeeding fiscal year.

25 (3) The department shall submit a report to the state budget  
26 director, the house and senate appropriations subcommittees on  
27 transportation, and the house and senate fiscal agencies on the



1 status of the state infrastructure bank. The report shall be  
2 submitted on or before December 1, 2015. The report shall include  
3 all of the following:

4 (a) The balance in the state infrastructure bank at September  
5 30, 2015, including a breakdown of the balance by cash and cash  
6 equivalents, outstanding loans, and balance available for loan to  
7 local agencies.

8 (b) A breakdown of the state infrastructure loan balance by  
9 amounts designated as originating from federal sources and the  
10 amounts originating from nonfederal sources.

11 (c) A list of outstanding loans by agency, original loan  
12 amount, project description, loan term, and amount outstanding.

13 Sec. 315. (1) On or before November 1, 2015, the department  
14 shall report to the state budget director, the house and senate  
15 appropriations subcommittees on transportation, and the house and  
16 senate fiscal agencies on projects funded in full or in part under  
17 the priority roads investment program authorized under 2013 PA 59  
18 and 2014 PA 34. The report shall include all of the following:

19 (a) A description of the project.

20 (b) The name of the project owner.

21 (c) The beginning and ending points of the project.

22 (d) The nature of the project work.

23 (e) The amount expended by the department by fund source.

24 (f) The date of final project acceptance.

25 (2) In addition to the requirements of subsection (1), for  
26 projects administered by a road agency other than the department,  
27 the report shall also identify whether the project was performed



1 directly by a road agency or a private construction contractor,  
2 total project cost, whether project cost was more or less than the  
3 amount of priority roads investment program funding, and if project  
4 cost was less than priority roads investment program funding, the  
5 disposition of excess funds.

6 (3) If a road agency does not provide the information required  
7 under subsection (2) to the department, the report shall identify  
8 those road agency in the report required under subsection (1).

9 Sec. 319. The department shall post signs at each rest area to  
10 identify the agency or contractor responsible for maintenance of  
11 the rest area. The signs shall include a department telephone  
12 number and shall indicate that unsafe or unclean conditions at the  
13 rest area may be reported to that telephone number.

14 Sec. 353. The department shall review its contractor payment  
15 process and ensure that all prime contractors are paid promptly.  
16 The department shall ensure that prime contractors are in  
17 compliance with special provision 109.10 regarding the prompt  
18 payment of subcontractors.

19 Sec. 357. When presented with complete local federal aid  
20 project submittals, the department shall complete all necessary  
21 reviews and inspections required to let local federal aid projects  
22 within 120 days of receipt. The department shall implement a system  
23 for monitoring the local federal aid project review process.

24 Sec. 375. The department is prohibited from reimbursing  
25 contractors or consultants for costs associated with groundbreaking  
26 ceremonies, receptions, open houses, or press conferences related  
27 to transportation projects funded, in whole or in part, by revenue



1 appropriated in part 1.

2       Sec. 381. The department shall require as a condition of each  
3 contract or subcontract for construction, maintenance, or  
4 engineering services that the prequalified contractor or  
5 prequalified subcontractor agree to use the E-Verify system to  
6 verify that all persons hired during the contract term by the  
7 contractor or subcontractor are legally present and authorized to  
8 work in the United States. The department may verify this  
9 information directly or may require contractors and subcontractors  
10 to verify the information and submit a certification to the  
11 department. The department shall report to the house and senate  
12 appropriations committees and the house and senate fiscal agencies  
13 by March 1 of each year describing the processes it has developed  
14 and implemented under provisions of this section. As used in this  
15 section, "E-Verify" means an Internet-based system operated by the  
16 Department of Homeland Security, U.S. Citizenship and Immigration  
17 Services in partnership with the Social Security Administration.

18       Sec. 382. In administering a contract with a county road  
19 commission, city, or village that allocates costs of construction  
20 or reconstruction of highways, roads, and streets as provided in  
21 section 18d of 1951 PA 51, MCL 247.668d, the department shall  
22 submit the final cost-sharing bill to the county road commission,  
23 city, or village not later than 2 years after the date of the final  
24 contract payment to the construction contractor.

25       Sec. 383. (1) The department shall prepare a report on use of  
26 department-owned aircraft during the fiscal year ending September  
27 30, 2015. With respect to each department-owned aircraft, the



1 report shall include all of the following:

2 (a) Total hours of usage.

3 (b) Description of specific flights including dates of travel,  
4 names of passengers including state agency, university, or local  
5 government affiliation, travel origin and destination, purpose of  
6 travel, and total estimated costs associated with the air travel.

7 (2) The report shall be submitted to the senate and house  
8 appropriations subcommittees on transportation and the house and  
9 senate fiscal agencies no later than February 1, 2016.

10 (3) The department shall maintain a system for recovering the  
11 cost of operating department-owned aircraft through charges to  
12 aircraft users.

13 (4) From the funds appropriated in part 1, the department is  
14 prohibited from transporting legislators or legislative staff on  
15 state-owned aircraft without prior approval from the senate  
16 majority leader or the speaker of the house of representatives and  
17 only when the aircraft is already scheduled by state agencies on  
18 related official state business.

19 (5) It is the intent of the legislature that the department  
20 work with the Michigan state police to establish a reciprocal  
21 agreement on employing fixed-wing aircraft with specifically  
22 designed equipment for use by the Michigan state police when  
23 conducting operations.

24 Sec. 384. (1) Except as otherwise provided in subsection (2),  
25 the department shall not obligate the state to expend any state  
26 transportation revenue for construction planning or construction of  
27 the Detroit River International Crossing or a renamed successor. In



1 addition, except as provided in subsection (2), the department  
2 shall not commit the state to any new contract related to the  
3 construction planning or construction of the Detroit River  
4 International Crossing or a renamed successor that would obligate  
5 the state to expend any state transportation revenue. An  
6 expenditure for staff resources used in connection with project  
7 activities, which expenditure is subject to full and prompt  
8 reimbursement from Canada, shall not be considered an expenditure  
9 of state transportation revenue.

10 (2) If the legislature enacts specific enabling legislation  
11 for the construction of the Detroit River International Crossing or  
12 a renamed successor, subsection (1) does not apply once the  
13 enabling legislation goes into effect.

14 Sec. 385. (1) The department shall submit reports to the state  
15 budget director, the speaker of the house, the house minority  
16 leader, the senate majority leader, the senate minority leader, the  
17 house and senate appropriations subcommittees on transportation,  
18 and the house and senate fiscal agencies on department activities  
19 related to all nonconstruction or construction planning activities  
20 related to the Detroit River International Crossing or a renamed  
21 successor. The initial report shall be submitted on or before  
22 December 1, 2015 and shall cover the fiscal year ending September  
23 30, 2015.

24 (2) The initial report shall include, at a minimum, all of the  
25 following:

26 (a) Department costs incurred in the fiscal year ending  
27 September 30, 2015, including employee salaries, wages, benefits,



1 travel, and contractual services, and what activities those costs  
2 were related to.

3 (b) Costs of other executive branch agencies incurred in the  
4 fiscal year ending September 30, 2015, including employee salaries,  
5 wages, benefits, travel, and contractual services, and what  
6 activities those costs were related to.

7 (c) A breakdown of the source of funds used for the activities  
8 described in subdivisions (a) and (b).

9 (d) A breakdown of reimbursements made by Canada under section  
10 384(1) to the state for expenditures for staff resources used in  
11 connection with project activities.

12 (e) A narrative description of the status of the Detroit River  
13 International Crossing or a renamed successor, including efforts  
14 undertaken to implement provisions of the crossing agreement  
15 executed June 15, 2012 by representatives of the Canadian  
16 government and this state.

17 (3) After submission of the initial report, a subsequent  
18 report shall be submitted on March 1, 2016, June 1, 2016, and  
19 September 1, 2016 and shall include the same information described  
20 in subsection (2) for the applicable previous fiscal quarter.

21 Sec. 393. (1) The department shall promote best practices for  
22 public transportation services in this state, including, but not  
23 limited to, the following:

24 (a) Transit vehicle rehabilitation to reduce life-cycle cost  
25 of public transportation through midlife rehabilitation of transit  
26 buses.

27 (b) Cooperation between entities using transit, including



1 school districts, cities, townships, and counties with a view to  
2 promoting cost savings through joint purchasing of fuel and other  
3 procurements.

4 (c) Coordination of transportation dollars among state  
5 departments which provide transit-related services, including the  
6 department of human services and the department of community  
7 health. Priority should be given to use of public transportation  
8 services where available.

9 (d) Promotion of intelligent transportation services for buses  
10 that incorporate computer and navigation technology to make transit  
11 systems more efficient, including stoplight coordinating, vehicle  
12 tracking, data tracking, and computerized scheduling.

13 (2) The department shall report on efforts taken to implement  
14 this section as well as section 393 of article XVII of 2011 PA 63.  
15 The department shall complete and submit the report to the state  
16 budget director, the house and senate appropriations subcommittees  
17 on transportation, and the house and senate fiscal agencies on or  
18 before March 1, 2016.

19 Sec. 394. The department and local road agencies shall make  
20 the preservation of their existing road networks a funding  
21 priority.

## 22 **FEDERAL**

23 Sec. 401. Within 30 days of receiving the applicable fiscal  
24 year authorization from the federal government to commit  
25 transportation funds, the department shall notify local agency  
26 representatives, the senate and house of representatives



1 appropriations transportation subcommittees, the senate and house  
2 fiscal agencies, and the state budget director regarding the amount  
3 of federal aid for categorical allocations to state and local  
4 agency programs not specifically allocated in either federal or  
5 state law.

6       Sec. 402. A portion of the federal DOT-FHWA highway research,  
7 planning, and construction funds made available to this state shall  
8 be allocated to transportation programs administered by local  
9 jurisdictions in accordance with section 10o of 1951 PA 51, MCL  
10 247.660o. A local road agency, with respect to a project approved  
11 for federal aid funding in a state transportation improvement  
12 program, may enter into a voluntary buyout agreement with the  
13 department or with another local road agency to exchange the  
14 federal aid with state restricted transportation funds as agreed to  
15 by the respective parties. The state restricted transportation  
16 funds received in exchange for federal aid funds shall be used for  
17 the same purpose as the federal aid funds were originally intended.

#### 18 **MICHIGAN TRANSPORTATION FUND**

19       Sec. 501. The money received under the motor carrier act, 1933  
20 PA 254, MCL 475.1 to 479.43, and not appropriated to the department  
21 of licensing and regulatory affairs or the department of state  
22 police is deposited in the Michigan transportation fund.

23       Sec. 503. (1) The funds appropriated in part 1 for the  
24 economic development and local bridge programs shall not lapse at  
25 the end of the fiscal year but shall carry forward each fiscal year  
26 for the purposes for which appropriated in accordance with 1987 PA



1 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL  
2 247.660.

3 (2) Interest earned in the department of transportation  
4 economic development fund and local bridge fund shall remain in the  
5 respective funds and shall be allocated to the respective programs  
6 based on actual interest earned at the end of each fiscal year.

7 (3) In addition to the funds appropriated in part 1, the  
8 department of transportation economic development fund and local  
9 bridge fund may receive federal, local, or private funds or  
10 restricted source funds such as interest earnings. These funds are  
11 appropriated for projects that are consistent with the purposes of  
12 the respective funds.

13 (4) None of the funds statutorily dedicated to the  
14 transportation economic development fund and local bridge fund  
15 shall be diverted to other projects.

16 Sec. 504. Funds from the Michigan transportation fund shall be  
17 distributed to the comprehensive transportation fund, the economic  
18 development fund, the recreation improvement fund, and the state  
19 trunkline fund, in accordance with this part and part 1 and part  
20 711 of the natural resources and environmental protection act, 1994  
21 PA 451, MCL 324.71101 to 324.71108, and may only be used as  
22 specified in this part and part 1, 1951 PA 51, MCL 247.651 to  
23 247.675, and part 711 of the natural resources and environmental  
24 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

25 **STATE TRUNKLINE FUND**

26 Sec. 601. (1) The department shall work with the road



1 construction industry and engineering consulting community to  
2 develop a warranty program for capital road and bridge  
3 construction, reconstruction, and rehabilitation projects. In  
4 developing the warranty program, the department shall consider the  
5 following:

6 (a) Scope of warranties, including warranties on materials and  
7 workmanship, pavement or bridge performance criteria, and the  
8 application of warranties to design/build projects.

9 (b) Length of warranty.

10 (c) Costs and benefits associated with scope of warranty and  
11 various warranty provisions, including length of warranty.

12 (d) Any other relevant factors that might determine the use of  
13 warranties and/or scope or length of warranty.

14 (e) Use of warranties on local agency projects administered by  
15 the department.

16 (f) Other measures to identify premature failure of road  
17 pavement or bridge elements and the related cause of failures.

18 (2) The department shall report on or before March 1, 2016 to  
19 the house of representatives and senate appropriations  
20 subcommittees on transportation, the state budget director, and the  
21 house and senate fiscal agencies on the warranty program described  
22 in subsection (1).

23 (3) On or before November 1, 2015, the department shall report  
24 to the state budget director, the house and senate appropriations  
25 subcommittees on transportation, and the house and senate fiscal  
26 agencies on efforts to address findings noted in the performance  
27 audit of the monitoring of warranties and road and bridge



1 construction projects issued by the office of auditor general,  
2 February 2015. The report shall include a description of actions to  
3 ensure the completeness and accuracy of the statewide warranty  
4 administration database, the timely inspection of warranty  
5 projects, and efforts to obtain corrective action by contractors.

6 Sec. 603. The department shall use traffic congestion as 1 of the  
7 criteria in determining the priorities for designating which roads  
8 shall be remediated in its 5-year road plan, which must be  
9 submitted on or before March 1 of each year. Criteria for  
10 evaluating traffic congestion shall include, but not be limited to,  
11 coordination with local, county, and regional planning, improvement  
12 in traffic operations, improvement in physical roadway conditions,  
13 accident reduction, and coordination with area public  
14 transportation planning.

15 Sec. 604. At the close of the fiscal year, any unencumbered  
16 and unexpended balance in the state trunkline fund shall remain in  
17 the state trunkline fund and shall carry forward and is  
18 appropriated for federal aid road and bridge programs for projects  
19 contained in the annual state transportation program.

20 Sec. 605. (1) From the increased funds appropriated in part 1  
21 for highway maintenance, the department shall expand highway  
22 maintenance activities in the current fiscal year to support  
23 safety-related, high-priority, and deferred routine maintenance  
24 needs on Michigan's state trunkline network.

25 (2) The department shall identify specific outcomes and  
26 performance measures for highway maintenance, including, but not  
27 limited to, the following:



1 (a) Number of statewide crash fatalities.

2 (b) Number of statewide crash serious injuries.

3 (c) Percentage of roads in the paved federal aid system in  
4 good or fair condition.

5 Sec. 610. The department shall have as a priority the removal  
6 of dead deer and other large animal remains from the traveled  
7 portion and shoulder of state highways. The department, and  
8 counties that perform state highway maintenance under contract,  
9 shall remove animal remains, wherever practicable and when funds  
10 are available, away from the traveled portion and shoulder of state  
11 highways.

12 Sec. 612. The department shall establish guidelines governing  
13 incentives and disincentives provided under contracts for state  
14 trunkline projects. The guidelines shall include specific financial  
15 information concerning incentives and disincentives. On or before  
16 January 1 of each year, the department shall prepare a report for  
17 the immediately preceding fiscal year regarding contract incentives  
18 and disincentives. This report shall include a list, by project, of  
19 the contractors that received contract incentives and/or  
20 disincentives, the amount of the incentives and/or disincentives,  
21 and the number of days that each project was completed either ahead  
22 or past the contracted completion date. This report shall be  
23 provided to the senate and house appropriations subcommittees on  
24 transportation, the senate and house standing committees on  
25 transportation, and the senate and house fiscal agencies.

26 Sec. 660. (1) The legislature encourages the department to  
27 examine the use of alternative road surface materials, including



1 recycled materials, and to develop criteria and specifications for  
2 their use in both department-managed and contracted projects.

3 (2) The department shall evaluate the use of a bituminous mix  
4 which incorporates crumb rubber from scrap tires.

5 (3) The department shall report on efforts taken to implement  
6 this section. The report shall include descriptions of specific  
7 materials evaluated, evaluation methods, and results of specific  
8 field or laboratory tests. The department shall complete and submit  
9 the report to the state budget director, the house and senate  
10 appropriations subcommittees on transportation, and the house and  
11 senate fiscal agencies on or before March 1, 2016.

## 12 **TRANSIT AND RAIL RELATED FUNDS**

13 Sec. 701. The department shall establish an intercity bus  
14 equipment and facility fund as a subsidiary fund within the  
15 comprehensive transportation fund created under section 10b of 1951  
16 PA 51, MCL 247.660b. Proceeds received by this state from the sale  
17 of state-owned intercity bus equipment shall be credited to the  
18 intercity bus equipment facility fund for the purchase and repair  
19 of intercity bus equipment, as appropriated. Security deposits not  
20 returned to a lessee of state-owned intercity bus equipment under  
21 terms of the lease agreement shall be credited to the intercity bus  
22 equipment fund for the repair of intercity bus equipment, as  
23 appropriated. Money received by the department from lease payments  
24 for state-owned intercity bus equipment, and facility maintenance  
25 charges under terms of leases of state-owned intercity facilities,  
26 shall be credited to the intercity bus equipment facility fund for



1 the purchase and repair of intercity bus equipment or for the  
2 maintenance and rehabilitation of state-owned intercity facilities,  
3 as appropriated. At the close of the fiscal year, any funds  
4 remaining in the intercity bus equipment facility fund shall remain  
5 in the fund and be carried forward into the succeeding fiscal year.

6 Sec. 702. Money that is received by this state as repayment  
7 for loans made for rail or water freight capital projects, and as a  
8 result of the sale of property or equipment used or projected to be  
9 used for rail or water freight projects shall be deposited in the  
10 rail freight fund created by section 17 of the state transportation  
11 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of  
12 the fiscal year, any funds remaining in the rail freight fund shall  
13 remain in the fund and be carried forward into the succeeding  
14 fiscal year.

15 Sec. 703. After receiving notification from a railroad company  
16 pursuant to section 8 of the state transportation preservation act  
17 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately  
18 notify the house of representatives and senate appropriations  
19 subcommittees on transportation and the state budget office that  
20 the railroad company has filed with the appropriate governmental  
21 agencies for abandonment of a line.

22 Sec. 706. The Detroit/Wayne County Port Authority shall issue  
23 a complete operations assessment and a financial disclosure  
24 statement. The operations assessment shall include operational  
25 goals for the next 5 years and recommendations to improve land  
26 acquisition and development efficiency. The report shall be  
27 completed and submitted to the house of representatives and senate



1 appropriations subcommittees on transportation, the state budget  
2 director, and the house and senate fiscal agencies by February 15  
3 of each fiscal year for the prior fiscal year.

4 Sec. 711. (1) As prescribed in subsection (2), the department  
5 shall submit reports to the state budget director, the house and  
6 senate appropriations subcommittees on transportation, and the  
7 house and senate fiscal agencies on rail passenger service provided  
8 by Amtrak under a contractual agreement with the department. The  
9 report shall be submitted on or before May 1 of each year.

10 (2) The report shall include all of the following:

11 (a) Passenger counts for the preceding fiscal year for each of  
12 the 3 Amtrak routes in Michigan.

13 (b) Revenue and operating expenses by Amtrak route.

14 (c) Total state operating payments to Amtrak in the preceding  
15 fiscal year by Amtrak route.

16 (d) A discussion of major factors affecting route costs and  
17 revenue and net state costs in the preceding fiscal year, and  
18 factors affecting route costs and revenue and net state costs  
19 anticipated in the current and future fiscal years.

20 Sec. 713. On or before November 1, 2015, the department shall  
21 report to the state budget director, the house and senate  
22 appropriations subcommittees on transportation, and the house and  
23 senate fiscal agencies on the status of commuter rail demonstration  
24 projects in the state, including the disposition of rail cars  
25 leased by the department for commuter rail service.

26 Sec. 735. For the fiscal year ending September 30, 2016, the  
27 appropriation to a street railway pursuant to section 10e(22) of



1 1951 PA 51, MCL 247.660e, is \$0.

2 Sec. 740. The department shall report by March 1 of each year  
3 to the house of representatives and senate appropriations  
4 subcommittees on transportation, the house and senate fiscal  
5 agencies, and the state budget director the encumbered and  
6 unencumbered balances of the comprehensive transportation fund.

7 **AERONAUTICS FUND**

8 Sec. 801. Except as otherwise provided in section 903 for  
9 capital outlay, at the close of the fiscal year, any unobligated  
10 and unexpended balance in the state aeronautics fund created in the  
11 aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1  
12 to 259.208, shall lapse to the state aeronautics fund and be  
13 appropriated by the legislature in the immediately succeeding  
14 fiscal year.

15 Sec. 802. The legislature encourages the department to find  
16 private entities or local public agencies to assume ownership and  
17 operating responsibility for airports currently owned by the  
18 department.

19 **CAPITAL OUTLAY**

20 Sec. 901. (1) From federal-state-local project appropriations  
21 contained in part 1 for the purpose of assisting political entities  
22 and subdivisions of this state in the construction and improvement  
23 of publicly used airports and landing fields within this state, the  
24 state transportation department may permit the award of contracts  
25 on behalf of units of local government for the authorized locations



1 not to exceed the indicated amounts, of which the state allocated  
2 portion shall not exceed the amount appropriated in part 1.

3 (2) Political entities and subdivisions shall provide not less  
4 than 5% of the cost of any project under this section, unless a  
5 total nonfederal share greater than 10% is otherwise specified in  
6 federal law. State money shall not be allocated until local money  
7 is allocated. State money for any 1 project shall not exceed 1/3 of  
8 the total appropriation in part 1 from state funds for airport  
9 improvement programs.

10 (3) The Michigan aeronautics commission may take those steps  
11 necessary to match federal money available for airport construction  
12 and improvement within this state and to meet the matching  
13 requirements of the federal government. Whether acting alone or  
14 jointly with another political subdivision or public agency or with  
15 this state, a political subdivision or public agency of this state  
16 shall not submit to any agency of the federal government a project  
17 application for airport planning or development unless it is  
18 authorized in this part and part 1 and the project application is  
19 approved by the governing body of each political subdivision or  
20 public agency making the application and by the Michigan  
21 aeronautics commission.

22 Sec. 902. Before the end of each fiscal year, the state  
23 transportation department shall report to the house and senate  
24 appropriations subcommittees on transportation and the house and  
25 senate fiscal agencies on the status of airport improvement  
26 projects funded in part 1 with the estimated dollars allocated for  
27 each project. If there has to be a delay in reporting, the state



1 transportation department shall notify the house and senate  
2 appropriations subcommittees on transportation in writing of the  
3 date the report will be received.

4 Sec. 903. The appropriations in part 1 for capital outlay  
5 shall be carried forward at the end of the fiscal year consistent  
6 with the provisions of section 248 of the management and budget  
7 act, 1984 PA 431, MCL 18.1248.

#### 8 **ONE-TIME APPROPRIATIONS**

9 Sec. 1001. The 1-time state general fund/general purpose  
10 appropriation in part 1 for state trunkline federal aid and road  
11 and bridge construction shall be used to ensure that the state  
12 match all available federal-aid highway funds.

13 Sec. 1003. By December 1, 2016, the department shall report to  
14 the house and senate appropriations subcommittees on  
15 transportation, and the house and senate fiscal agencies, on the  
16 use of 1-time general fund/general purpose funds appropriated in  
17 part 1 for transit capital and rail infrastructure. The report  
18 shall include a summary of funds expended, encumbered, and lapsed  
19 for both transit capital and rail infrastructure. With regard to  
20 transit capital projects, the report shall include grantees, grant  
21 amounts, project description, and project completion dates. With  
22 regard to rail infrastructure projects, the report shall include  
23 grant amounts, project description, and project completion dates.

